MANITOBA

Financial Statements of Boards, Commissions and Government Agencies

of the
Province of Manitoba

for the Year Ended 31st March, 1983

Office of the Queen's Printer for the Province of Manitoba, 1983
WINNIPEG

GOVERNMENT OF THE PROVINCE OF MANITOBA

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MEYERS NORRIS PENNY & Co.

CHARTERED ACCOUNTANTS

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PARTNERS:

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G.A. HORNE JR., C.A.
D.L. RITCHIE, C.A.

10th December 1982

To the Shareholders
A. E. McKenzie Co. Ltd.
Brandon, Manitoba

AUDITORS' REPORT

We have examined the balance sheet of A. E. McKenzie Co. Ltd. as at 31st October 1982 and the statements of deficit, earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the company as at 31st October 1982 and the results of its operations and changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, except for the change in accounting for metal display stands and photographic negatives, plates and colour separations as explained in NOTE 2 to the financial statements, on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.
Chartered Accountants

A. E. McKENZIE CO. LTD.

BALANCE SHEET AS AT 31ST OCTOBER 1982

	1982 $	1981 $
ASSETS		
CURRENT ASSETS		
Cash	3,779	3,342
Accounts receivable	1,370,894	1,172,635
Inventory	7,064,709	5,998,230
Prepaid expenses	156,815	152,900
	8,596,197	7,327,107
INVESTMENT - Note 3	805,880	
FIXED ASSETS - Note 4	590,756	462,933
OTHER ASSETS - Note 5	727,334	681,488
	10,720,167	8,471,528
LIABILITIES		
CURRENT LIABILITIES		
Bank advances - Note 6	570,955	6,781,902
Notes payable		3,000,000
Accounts payable and accrued liabilities	2,111,716	2,805,043
Current portion of long term liabilities	84,176	
	2,766,847	12,586,945
LONG TERM LIABILITIES		
Debenture payable - Note 7	7,000,000	
Subscription for preferred shares - Note 8	5,000,000	
Purchase agreement - Note 3	336,704	
	12,336,704	
	15,103,551	12,586,945
SHAREHOLDERS' EQUITY AT DEFICIT		
CAPITAL STOCK - Note 9	114,500	114,500
CONTRIBUTED SURPLUS	31,093	31,093
	145,593	145,593
DEFICIT	4,528,977	4,261,010
	4,383,384	4,115,417
	10,720,167	8,471,528

A. E. McKENZIE CO. LTD.

STATEMENT OF DEFICIT

FOR THE YEAR ENDED 31ST OCTOBER 1982

	1982 $	1981 $
DEFICIT - BEGINNING OF YEAR AS RESTATED - Note 2	4,261,010	4,373,818
NET EARNINGS (LOSS)	(267,967)	112,808
DEFICIT - END OF YEAR	4,528,977	4,261,010

A. E. McKENZIE CO. LTD.

STATEMENT OF EARNINGS

FOR THE YEAR ENDED 31ST OCTOBER 1982

	1982 $	1981 $
SALES	12,943,993	11,538,714
COST OF SALES	5,655,770	4,720,917
GROSS PROFIT	7,288,223	6,817,797
EXPENSES		
Plant overhead	573,972	565,446
Selling	4,101,667	3,386,280
Administration	979,486	797,611
	5,655,125	4,749,337
EARNINGS BEFORE INTEREST AND OTHER ITEMS	1,633,098	2,068,460
OTHER INCOME	25,284	13,157
	1,658,382	2,081,617
INTEREST	1,926,349	1,923,193
LOSS ON DISPOSAL OF FIXED ASSETS		45,616
	1,926,349	1,968,809
NET EARNINGS (LOSS)	(267,967)	112,808

A. E. McKENZIE CO. LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982 $	1981 $
SOURCE OF FUNDS		
Net earnings (loss)	(267,967)	112,808
Items not affecting funds		
Depreciation	122,473	204,626
Amortization	111,302	121,238
Loss on disposal of fixed assets		45,616
	(34,192)	484,288
Gain on disposal of fixed assets	1,089	
Funds provided from (to) operations	(35,281)	484,288
Sale of fixed assets	1,280	175,000
Debenture	7,000,000	
Advance on preferred shares	5,000,000	
Purchase agreement	336,704	
Metal display stands - NOTE 2	253,688	
	12,556,391	659,288
USE OF FUNDS		
Fixed assets	272,688	174,557
Investment in Pike & Co. Ltd.	805,880	
Other assets	388,635	402,033
	1,467,203	576,590
INCREASE IN WORKING CAPITAL	11,089,188	82,698
WORKING CAPITAL DEFICIENCY - BEGINNING OF YEAR	5,259,838	5,342,536
WORKING CAPITAL (DEFICIENCY) - END OF YEAR	5,829,350	(5,259,838)

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1982

NOTE 1 - ACCOUNTING POLICIES

Inventory

Inventory of finished goods and raw materials is valued at the lower of cost or net realizable value. Cost of finished goods is determined at average cost by variety. Cost for raw materials is determined at laid-down cost by specific item. Inventory of packaging and shipping materials is at laid-down cost on a first-in first-out basis.

Depreciation

Depreciation of fixed assets is recorded on the straight-line basis using the following rates:

Buildings	2%
Building renovations	10%
Equipment	10%
Leasehold Improvements	Term of lease

Amortization

Amortization of other assets is recorded on a straight-line basis over the estimated useful life of the asset.

Design development costs	10 years
Computer development	5 years
Catologue plates and film separations	10 years

Principles of Consolidation

These financial statements include the accounts of A. E. McKenzie Co. Ltd. and its subsidiaries, Steele Briggs Ltd., McFayden Seed Co. Ltd. and Canada Seeds Ltd. There were no operations in the subsidiary companies. The accounts of Pike & Co. Ltd. are not consolidated as the financial statements have not been completed by the company's accountants.

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1982

NOTE 2 - CHANGES IN ACCOUNTING POLICIES AND ACCOUNTING ESTIMATES

(A) Changes in Accounting Policies

(i) In previous years, metal display stands were not sold to customers. In 1982 the company changed its policy and now invoices these items directly. As a result the value of these stands are now shown as inventory rather than other assets.

(ii) The costs of photographic negatives, plates and color separations used in the catologue were previously expensed. As these items have an expected useful life of 10 years, the company has now capitalized these costs retroactive to 1978. This change brings the policy on these costs in to line with the company's policy on all other like costs.

(B) Change In Accounting Estimates

The estimated benefit period for design development costs was revised during the year to more realistically reflect the useful life of these assets.

(C) The adjustments made to the financial statements as a result of these changes are as follows:

(i) The deficit at 31st October 1980 was reduced by 79,996 to reflect the amount of photographic negatives, plates and color separations, net of amortization, capitalized to 31st October 1980.

(ii) The earnings for 1981 have increased by $45,306 and the loss for 1982 has decreased by $174,759.

(iii) The change in policy regarding metal display stands has increased working capital for the year by $253,688.

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1982

NOTE 3 - ACQUISITION OF PIKE & CO. LTD.

Pursuant to an agreement dated 5th May 1982, which was completed 29th October 1982 all of the outstanding shares of Pike & Co. Ltd. were purchased.

The acquisition is summarized as follows:

	$
Cash	378,129
Income taxes recoverable	14,034
Inventories	347,035
Prepaid expenses	4,942
Deferred expenses	15,513
Fixed assets	14,250
Goodwill	12,000
	785,903
LESS: Accounts payable	4,209
Net book value of assets acquired	781,694
Excess of cost of shares over book value of assets acquired	24,186
Cost of shares	805,880

The company paid $385,000 at the time of closing and the balance of $420,880 is to be paid in five equal installments beginning one year after closing with interest payable yearly at a rate equal to the Toronto Dominion Bank's prime rate.

NOTE 4 - FIXED ASSETS - AT COST

	1982 $	1981 $
Land	22,539	22,539
Buildings	1,135,166	997,012
Equipment	1,203,331	1,121,918
Leasehold improvements	89,612	37,807
	2,450,648	2,179,276
Accumulated depreciation	1,859,892	1,716,343
Net book value	590,756	462,933

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1982

NOTE 5 - OTHER ASSETS - AT COST

	1982 $	1981 $
Photograhic negatives, plates and color separations	212,361	154,691
Computer development	55,386	
Display stands		407,634
Design development	734,052	458,472
	1,001,799	1,020,797
Accumulated amortization	274,465	339,309
Net book value	727,334	681,488

NOTE 6 - BANK ADVANCES

The bank advances are with the Bank of Montreal and are secured by accounts receivable, inventory and fire insurance on inventory.

NOTE 7 - DEBENTURE PAYABLE

The debenture is payable to the Manitoba Development Corporation with a term of twenty years, bearing interest at a rate equal to the long term borrowing rate of the Province of Manitoba. The debenture is secured by a fixed and floating charge on on all assets of the company subject to prior security held by the Bank of Montreal.

NOTE 8 - SUBSCRIPTION FOR PREFERRED SHARES

The Manitoba Development Corporation has advanced $5,000,000 to the company for preferred shares. The shares will be issued upon the amendment of the company's share capital.

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1982

NOTE 9 - CAPITAL STOCK

Authorized	
2,000 Common shares	
Maximum consideration of	$200,000
Issued	
1,145 Common shares	$114,500

Articles of amendment have been applied for which will result in authorized capital stock as follows:

		Maximum Consideration $
2,000	Class A common, voting	200,000
5,000,000	Class B common, voting	5,000,000
5,000,000	Preferred shares, cumulative with a dividend rate of $.06 redeemable at $1 per share	5,000,000
		10,200,000

NOTE 10 - DIRECTORS FEES

Directors fees and expenses for the 1982 amounted to $27,295 as compared to $22,138 for 1981.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE ALCOHOLISM FOUNDATION OF MANITOBA

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, and C and Schedule 1, of The Alcoholism Foundation of Manitoba for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

The accounts for the year ended March 31, 1982 were examined and reported on by other auditors.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 2, 1983
Winnipeg, Manitoba.

Exhibit A

THE ALCOHOLISM FOUNDATION OF MANITOBA

(Incorporated under the laws of Manitoba)

Balance Sheet as at March 31, 1983

ASSETS

	1983	1982
Cash (Note 8)	$ 558,665	$ 239,523
Accounts receivable	61,470	39,868
Land and buildings, at cost (Note 1)	1,919,161	1,949,359
	$ 2,539,296	$ 2,228,750

LIABILITIES

	1983	1982
Accounts payable and accrued liabilities	$ 94,516	$ 67,373

CAPITAL, UNEXPENDED GRANT AND SURPLUS ACCOUNTS (EXHIBIT C)

	1983	1982
Capitalized land and buildings	$ 1,919,161	1,949,359
Unexpended capital grant (Note 5)	106,864	220,990
Unexpended restricted grant (Note 7)	162,457	-
Accumulated operating surplus (deficit)	256,298	(8,972)
	2,444,780	2,161,377
	$ 2,539,296	$ 2,228,750

Lease commitments (Note 2)

Exhibit B

THE ALCOHOLISM FOUNDATION OF MANITOBA

Statement of Revenue and Expenditure
Year Ended March 31, 1983

	1983	1982
Revenue		
Province of Manitoba operating grant	$ 7,802,743	$ 6,128,400
Other revenue	302,018	193,844
	8,104,761	6,322,244
Expenditures		
Grants to other agencies	1,985,757	1,460,800
Salaries	3,773,770	3,174,013
Wages and other assistance	384,662	328,875
Advertising and exhibits	4,702	6,313
Audio-visual aids	45,187	60,450
Audit	3,885	3,700
Automobile	112,557	115,400
Board of Governors' honorarium	20,000	18,700
Books, newspapers and periodicals	14,313	12,853
Canada Pension Plan	45,385	40,423
Dental claims	20,701	14,914
Educational literature	43,861	55,877
Fees	58,734	70,627
Furnishings and equipment	86,216	64,178
Group life and accident insurance	14,492	13,760
Health and post secondary education tax levy	49,983	-
Household requisites	44,519	26,550
Materials and repairs	189,500	77,013
Medical services and supplies	15,949	14,153
Miscellaneous	15,442	13,246
Postage and telephone	90,116	75,968
Printing, stationery, office supplies and maintenance	81,955	52,672
Property taxes	48,107	19,061
Rent and insurance	121,660	113,017
Research grants	11,231	13,357
Staff development	30,330	38,252
Subsistence	198,520	196,350
Superannuation	4,307	3,405
Training	39,262	38,571
Transportation of patients	9,003	10,544
Travel	95,983	102,509
Unemployment insurance	73,832	61,611
Utilities	105,570	85,964
	7,839,491	6,383,126
	265,270	(60,882)
Province of Manitoba capital grant (Note 5)	344,324	478,128
Less renovations and equipment	344,324	478,128
	-	-
Excess (deficiency) of revenue over expenditure, Exhibit C	$ 265,270	$ (60,882)

Exhibit C

THE ALCOHOLISM FOUNDATION OF MANITOBA

Statement of Changes in Capital, Unexpended Grant and Surplus Accounts
Year Ended March 31, 1983

	Capitalized land and buildings	Unexpended capital grant (Note 5)
Balance at beginning of year	$ 1,949,359	$ 220,990
Add:		
Grant funds from Province of Manitoba re specific purposes	-	200,000
Excess (deficiency) of revenue over expenditure	-	-
Capitalization of fixed assets from operating surplus (Note 6)	1	(1)
	1,949,360	420,989
Less:		
Transfer to revenue	-	344,324
Disposition of fixed assets	30,199	(30,199)
	30,199	314,125
Balance at end of year, Exhibit A	$ 1,919,161	$ 106,864

Exhibit C

THE ALCOHOLISM FOUNDATION OF MANITOBA

Statement of Changes in Capital, Unexpended Grant and Surplus Accounts
Year Ended March 31, 1983

Unexpended restricted grant (Note 7)	Accumulated operating surplus(deficit)	1983 Total	1982 Total
$ -	$(8,972)	$ 2,161,377	$ 365,387
425,000	-	625,000	2,335,000
-	265,270	265,270	(60,882)
-	-	-	-
425,000	256,298	2,786,377	2,700,387
262,543	-	606,867	478,128
-	-	-	-
262,543	-	341,597	539,010
$ 162,457	$ 256,298	$ 2,444,780	$ 2,161,377

Schedule 1

THE ALCOHOLISM FOUNDATION OF MANITOBA

Schedule of Receipts and Disbursements
Year Ended March 31, 1983

	1983	1982
Receipts		
Province of Manitoba operating grants received	$ 7,965,200	$ 6,128,400
Province of Manitoba capital grant received	200,000	2,335,000
Other receipts	308,409	165,685
	8,473,609	8,629,085
Disbursements, including grants to external agencies	7,814,581	6,325,201
Purchase and renovation of 1031 - 1041 Portage Avenue	339,886	2,114,010
	8,154,467	8,439,211
Excess of receipts over disbursements	319,142	189,874
Cash at beginning of year	239,523	49,649
Cash at end of year (Note 8)	$ 558,665	$ 239,523

THE ALCOHOLISM FOUNDATION OF MANITOBA

Notes to Financial Statements
Year Ended March 31, 1983

1. Accounting Policies

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles with the exception that pension charges are reflected as incurred (explained in note 4) and the costs of leasehold improvements, renovations, furniture, equipment and supplies are expensed in the year of purchase and there has been no provision made in the accounts for depreciation of buildings.

2. Lease Commitments

The Foundation leases buildings under long-term operating leases which expire at various dates between 1984 and 1991. Some of these leases contain renewal options at rates to be negotiated. The following is a schedule by years of future minimum rental payments required under operating leases that have initial lease terms in excess of one year, as of March 31, 1983.

1984	$ 49,634
1985	26,064
1986	4,647
1987	4,000
1988	4,000
1989-1991	11,333
	$ 99,678

3. Contingent Liability

The Foundation is contingently liable under a guarantee of a bank loan for Main Street Project Inc. in the amount of $50,000. As security for this guarantee, the Foundation has obtained an assignment of the title to the property purchased with the bank loan. Upon payment of the bank loan by the Main Street Project Inc., the Foundation will release its assignment to the property.

4. Pension

Employees of The Alcoholism Foundation of Manitoba are pensionable under the Civil Service Superannuation Fund and make contributions at prescribed rates. The Foundation is required to pay 50% of the Fund's pension disbursements made to retired employees and these are charged to superannuation expenditures as incurred. No provision is made in the accounts to fund current or past service costs but the Superannuation Fund is subject to a triennial actuarial review. On the basis of an actuarial report, the unfunded liability for the Foundation's employees amounted to $989,300 as at December 31, 1982.

THE ALCOHOLISM FOUNDATION OF MANITOBA

Notes to Financial Statements
Year Ended March 31, 1983

5. Province of Manitoba Capital Grant

During the prior year the Foundation received a grant in the amount of $2,335,000 from the Province of Manitoba for the purchase and renovation of land and buildings to house The Alcoholism Foundation of Manitoba. Of this amount, $1,635,882 was used to purchase the land and buildings and $478,128 had been spent in the renovation of the buildings to March 31, 1982. The Foundation received a further $200,000 during the current year and spent $339,886 towards completion of these capital renovations. The Foundation has committed $139,534 under contracts and plans to incur a further $44,370. In accordance with the Foundation's policy, the original cost of the land and buildings has been capitalized.

6. Purchase of Fixed Assets

In accordance with an agreement of purchase, the Foundation acquired land and building thereon for the nominal amount of $1. The Foundation has recorded these assets at the nominal amount and in accordance with the agreement will be providing to the vendor an official receipt for the difference between the appraised value of the property of approximately $863,000 and $1.

7. Unexpended Restricted Grant

The Foundation received $425,000 during the current year as a grant for Main Street Project Inc. The Foundation has provided funds to this agency totalling $262,543 to March 31, 1983 in accordance with the terms of the grant and has transferred an equivalent amount to revenue. Subsequent to the year end, further grants of $67,457 have been made and the amount of $95,000 is to be refunded to the Province.

8. Cash

The Foundation has designated $150,000 from the March 31, 1983 operating surplus towards certain of next year's operating programs. This amount, together with the commitments stated in Notes 5 and 7, result in a total designation of $521,361 of the cash balance.

9. Comparative Figures

Certain of the 1982 figures have been restated to conform to the 1983 financial statement presentation.

B. K. PELL
CHARTERED ACCOUNTANT
WINNIPEG, CANADA

The Board
The Alonsa Conservation District No. 3
Alonsa, Manitoba

I have examined the balance sheet of the Alonsa Conservation District No. 3 as at 31 December, 1982 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the District as at 31 December 1982 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Chartered Accountant

25 March 1983

THE ALONSA CONSERVATION DISTRICT NO. 3

BALANCE SHEET

AS AT 31 DECEMBER 1982

	1982	1981
Assets		
Current Assets	$	$
Bank	37,557	19,808
Accounts receivable		
General	30,699	13,001
Conservation District Authority	347	252
	68,603	33,061
Fixed Assets		
Office equipment		
Cost less depreciation of $114 and $71	170	212
	68,773	33,273
Liabilities and Surplus		
Current liability		
Conservation District Authority	63,653	27,519
Emergency Reserve Account	4,000	3,000
Surplus	1,120	2,754
	68,773	33,273

THE ALONSA CONSERVATION DISTRICT NO.3

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED 31 DECEMBER 1982

	1982	1981
Revenue	$	$
Province of Manitoba allocated grant	211,804	117,967
Municipal grant	19,181	20,086
Ducks Unlimited grant	50,726	12,939
Forage seed recoveries	7,606	6,961
Bank interest	1,527	1,325
	290,844	159,278
Expenditure		
Projects		
Sundry crossing repairs	25,346	4,654
Channel Maintenance	18,085	2,610
Channel improvements	12,410	24,520
Structures and culverts	2,674	3,492
Channel construction or reconstruction	176,105	68,437
	234,620	103,713
Board and committee remuneration and expense	2,834	2,453
Other administration	5,396	4,667
Forage Seed	48,628	47,239
Emergency reserve fund provision	1,000	1,000
	292,478	159,072
Excess of Revenue	(1,634)	206
Surplus		
Balance beginning of year	2,754	2,548
Balance end of year	1,120	2,754

THE ALONSA CONSERVATION DISTRICT NO.3

STATEMENT OF PROVINCIAL CONTRIBUTIONS

FOR THE YEAR ENDED 31 DECEMBER 1982

	Amount	% Shareable Province	% Shareable District	Share Province	Share District
	$			$	$
Projects	234,620	70	30	164,234	70,386
Board Administration	2,834	75	25	2,127	707
Other Administration	- 4,486	75	25	3,364	1,122
	- 164		100		164
	- 746	100		746	
Forage seed	48,628	85	15	41,333	7,295
Reserve	1,000		100		1,000
	292,478			211,804	80,674

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1982

1) Except for payroll, the expenses of the District are made from a bank of the Conservation District Authority, a Provincial Agency which pays accounts for five districts in all.

2) Until March 1980, when the District hired its own secretary-treasurer and occupied a rent free office on the premises of the L.G.D. of Alonsa, the Government of the Province of Manitoba provided without charge all the District's administrative and technical staff requirements, office equipment and head office space. Subsequently the Government provides only the engineering and technical staff requirements without charge.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

BOARD OF ADMINISTRATION UNDER

THE EMBALMERS AND FUNERAL DIRECTORS ACT

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibit A and B, of the Board of Administration under The Embalmers and Funeral Directors Act for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of The Board of Administration under The Embalmers and Funeral Directors Act as at December 31, 1982 and the results of its operations for the year then ended, in accordance with the accounting policy described in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

December 30, 1983,
Winnipeg, Manitoba.

Exhibit A

BOARD OF ADMINISTRATION UNDER THE EMBALMERS AND FUNERAL DIRECTORS ACT

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Current assets:		
Cash on hand and in bank	$ 17,876	$ 7,736
Accounts receivable	1,660	604
	$ 19,536	$ 8,340
LIABILITIES		
Current liabilities:		
Accounts payable	$ 1,525	$ 1,302
Deferred income	-	2,830
	1,525	4,132
SURPLUS		
Balance, beginning of year	4,208	(1,392)
Add: Revenue over expenditure for the year, Exhibit B	13,803	5,600
Balance, end of year	18,011	4,208
	$ 19,536	$ 8,340

Exhibit B

BOARD OF ADMINISTRATION UNDER THE EMBALMERS AND FUNERAL DIRECTORS ACT

Statement of Revenue and Expenditure for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Revenue		
Licences		
Funeral Homes	$ 5,100	$ 5,400
Funeral Directors	2,950	3,500
Embalmers	1,310	1,490
Agents	600	600
Permits	400	300
Articled student registration, courses and examination fees	15,600	4,165
Text book sales	1,543	48
Accommodation for students	783	-
Interest	250	80
	28,536	15,583
Expenditure		
Accounting fees	650	-
Audit	848	684
Honoraria - board members	630	1,530
- acting registrar	500	-
Office expenses	348	423
Miscellaneous	262	-
Postage	16	120
Salary and benefits - registrar	-	2,748
Travel	-	310
Courses and seminars - instruction, classrooms, texts	10,700	4,168
- accommodation for students	779	-
	14,733	9,983
Revenue over expenditure, Exhibit A	$ 13,803	$ 5,600

BOARD OF ADMINISTRATION UNDER
THE EMBALMERS AND FUNERAL DIRECTORS ACT

Notes to Financial Statements

1. Nature of the Board of Administration

The Embalmers and Funeral Directors Act established the Board of Administration. The Board licenses and regulates embalmers and funeral directors and prescribes the courses of training and instruction for articled students.

2. Accounting Policies

The Board of Administration uses the accrual basis of accounting.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

BRANDON UNIVERSITY

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Statements A - G and Schedules 1 - 6, of Brandon University for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of Brandon University as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

December 15, 1983,
Winnipeg, Manitoba.

Statement A

BRANDON UNIVERSITY

Comparative Balance Sheet
as at March 31, 1983 and March 31, 1982

ASSETS

	1983	1982
Current:		
Cash and Bank		
General Operating	$ 965,866	$ 418,349
Trust Fund	1,009,325	184,151
Investments		
General Fund (Term Deposits)	194,265	546,924
Trust Fund (notes 1B & 3)	783,642	1,362,661
Grants receivable from the Government of Canada		4,848
Accounts receivable		
General (note 10)	425,186	455,849
Special	217,734	175,084
Bookstore inventory, at cost.	124,630	103,332
Prepaid expenses	164,608	56,109
	3,885,256	3,307,307
Fixed: Schedule 1 (notes 1D and 2)		
Land and buildings	29,032,221	28,460,165
Furnishings and equipment	10,491,780	9,351,727
Zone Properties	809,964	902,069
	40,333,965	38,713,961
Deferred debenture payments recoverable		62,058
	$44,219,221	$42,083,326

Statement A

LIABILITIES AND FUND BALANCES

	1983	1982
Current:		
Accounts payable and accrued liabilities	$ 1,382,573	$ 1,276,667
Deferred income	10,300	17,410
	1,392,873	1,294,077
Long-term:		
5 1/8% Mortgage, $41,608 principal and interest payable semi-annually July 1, 1983 - 2012	1,258,811	1,276,818
8 1/4% Mortgage, $66,686 principal and interest payable semi-annually April 1, 1983 - 2021	1,547,564	1,552,927
7 3/4% Debenture, $66,867 principal and interest		62,058
Zone Properties mortgages (notes 1E and 4)	52,268	77,319
	2,858,643	2,969,122
Fund Balances:		
General:		
Operating	9,561	505
Research and Special Projects	821,542	545,076
	831,103	545,581
Trust:		
Scholarship and Endowment	1,428,704	1,297,484
Brandon University Student Union	323,571	252,738
	1,752,275	1,550,222
	2,583,378	2,095,803
Investment in Fixed Assets	37,384,327	35,724,324
	$44,219,221	$42,083,326

Statement B

BRANDON UNIVERSITY

Comparative Statement of General Fund Income and Expenditure for the years ended March 31, 1983 and March 31, 1982

	Operating Fund Account	
	1983	1982
INCOME:		
Student Fees	$ 1,657,885	$ 1,352,955
Grants:		
Universites Grants Commission	9,309,428	8,144,367
Province of Manitoba	810,495	754,269
Government of Canada	70,000	70,000
Other		35,000
City of Brandon	136,403	123,449
Sponsored or assisted research		
Scholarship and bursary donors		
Ancillary Enterprises	2,611,313	2,076,106
Miscellaneous	281,528	294,970
Music Building	79,612	135,122
Total Income, Schedule 2	14,956,664	12,986,238
EXPENDITURE:		
Academic - general	6,687,988	6,002,530
Academic - specifically funded		
Library	895,124	800,285
Student Services	754,601	677,957
Administration	634,923	540,066
General support services and other general expenditures	1,421,387	1,116,135
Plant Maintenance	2,035,300	1,807,789
Ancillary Enterprises	2,516,465	2,011,389
Total Expenditure, Schedule 3	14,945,788	12,956,151
Excess of Income over Expenditure for the year	$ 10,876	$ 30,087

Statement B

Sponsored or Assisted Research and Special Projects Fund Account		Total March 31 1983	Total March 31 1982
1983	1982		
$ 29,653	$ 18,467	$ 1,687,538	$ 1,371,422
		9,309,428	8,144,367
2,601,228	2,392,000	3,411,723	3,146,269
16,541	64,033	86,541	134,033
313,566	191,352	313,566	226,352
		136,403	123,449
345,635	268,530	345,635	268,530
174,863	131,616	174,863	131,616
216,587	216,587	2,827,900	2,292,693
760,580	582,110	1,042,108	877,080
		79,612	135,122
4,458,653	3,864,695	19,415,317	16,850,933
383,326	239,344	7,071,314	6,241,874
2,938,453	2,700,053	2,938,453	2,700,053
		895,124	800,285
174,863	131,616	929,464	809,573
		634,923	540,066
468,958	490,772	1,890,345	1,606,907
		2,035,300	1,807,789
216,587	216,587	2,733,052	2,227,976
4.182,187	3,778,372	19,127,975	16,734,523
$ 276,466	$ 86,323	$ 287,342	$ 116,410

Statement C

BRANDON UNIVERSITY

Comparative Statement General Operating Fund Account for the years ended March 31, 1983 and March 31, 1982

	1983	1982
Balance at beginning of year	$ 505	$(29,209)
Add:		
Excess of Income over Expenditure for the year, Statement B	10,876	30,087
Adjustment of prior years' operations, net	(1,820)	(373)
Balance at end of year - Statement A	$ 9,561	$ 505

Statement D

BRANDON UNIVERSITY

Comparative Statement of University Scholarship and Endowment Fund Account for the year ended March 31, 1983 and March 31, 1982

	1983	1982
Balance at beginning of year	$ 1,297,484	$ 1,246,890
Add:		
Contributions during the year	106,608	75,881
Income from investments (note 1C)	285,747	151,640
	392,355	227,521
Less:		
Scholarships, bursaries and awards	174,863	131,616
Transfer to General Fund	64,036	36,438
Other transfers	5,864	-
Management fees and administrative expenses	9,774	5,743
Travelling grants and sundry expenses	6,598	3,130
	261,135	176,927
Balance at end of year, Statement A and Schedule 6	$ 1,428,704	$ 1,297,484

Statement E

BRANDON UNIVERSITY

Comparative Statement of
Brandon University Student Union Trust Fund Account
for the years ended March 31, 1983 and March 31, 1982

	1983	1982
Balance at beginning of year	$ 252,738	$ 218,951
Add:		
Contributions during the year	15,500	8,000
Income from investments	55,333	25,787
	70,833	33,787
Balance at end of year, Statement A	$ 323,571	$ 252,738

BRANDON UNIVERSITY

Sponsored or Assisted Research and Special Projects Fund Account

	Balance March 31, 1982	Transfers	Income	Expenditure	Balance March 31, 1983
Research					
National Research Council	$ 85,304	$	$ 155,471	$ 193,584	$ 47,191
Province of Manitoba	724			6	718
Government of Canada	35,896		180,736	150,800	65,832
Other	44,651		9,428	14,900	39,179
	166,575		345,635	359,290	152,920
Special Programs					
Brandon University Northern Teacher Education Program (B.U.N.T.E.P.)	100,420	3,515	2,585,000	2,547,488	141,447
Special Mature Student Program (S.M.S.P.)	2,368	(3,515)	1,147		
Teaching English as a Second Language (T.E.S.L.)	6,475			6,475	
Program for the Education of Native Teachers (P.E.N.T.)	30,000		328,040	322,121	35,919
Mature Student Entry Program (M.S.E.P.)	(15,081)		15,081		
Brandon University Indian Leadership Development Program (B.U.I.L.D.)	148,219		31,720	62,369	117,570
	272,401	-	2,960,988	2,938,453	294,936
Scholarships, bursaries and awards transferred to the Operating Fund	-		174,863	174,863	-
Sundry Projects, net	45,600		425,150	440,992	29,758
Brandon University Foundation	18,997		180,353	23,901	175,449
American Friends of Brandon University	4,126		119,009	4,065	119,070
Total Sundry Projects	68,723		724,512	468,958	324,277
Transfer from Trust Fund and Endowment Fund	-		24,036	24,036	-
Ancillary Enterprises Universities Grants Commission Mortgage Payment	-		216,587	216,587	-
Expenditure recoverable included in accounts receivable	37,377		12,032		49,409
Balance as at March 31, 1982 and 1983 Statement A	$ 545,076		$4,458,653	$4,182,187	$821,542

Statement G

BRANDON UNIVERSITY

Investment in Fixed Assets

	1983	1982
Balance at beginning of year	$35,724,324	$32,795,485
Add:		
Charges to Expenditure	854,837	986,847
Appraisal Adjustment (Note 1D)	763,485	1,932,051
Mortgage repayment	25,051	22,760
Net Income from Zone Properties	16,630	21,915
	1,660,003	2,963,573
	37,384,327	35,759,058
Less:		
Expenditure from Bookstore Relocation Fund	-	4,030
Purchase of Zone Property	-	30,704
	-	34,734
Balance at end of year - Statement A	$37,384,327	$35,724,324

Schedule 1

BRANDON UNIVERSITY

Fixed Assets

	Total March 31 1983	Total March 31 1982
Buildings:		
Administration and Clark Hall	$ 1,619,375	$ 1,586,379
Arts and Library building	1,829,156	1,791,885
Centennial Auditorium (note 2)	3,392,338	3,323,215
Cowan Hall	1,480,459	1,450,293
Drama building	238,392	233,534
Education building	2,241,815	2,196,135
Gymnasium	855,899	838,459
McMaster Hall	3,582,550	3,509,551
Jeff Umphrey Centre for Mental Retardation	553,793	542,509
J.R. Brodie Science Centre	7,125,704	6,980,510
Darrach Hall and Dining Hall	2,619,143	2,565,775
Music buildings	854,472	836,768
President's residence	140,421	137,560
Steam Plant	1,040,915	1,019,705
Temporary buildings	350,170	343,034
Utility services	391,351	389,161
Kinsmen Stadium	28,308	27,732
	28,344,261	27,772,205
Land and site development:		
Land	498,680	498,680
Site development	189,280	189,280
	687,960	687,960
	29,032,221	28,460,165
Furnishings and equipment	10,491,780	9,351,727
Zone Properties (note 4)	809,964	902,069
Fixed Assets, Statement A	$40,333,965	$38,713,961

Schedule 2

BRANDON UNIVERSITY

General Fund Income

	Operating	Sponsored or Assisted Research and Special Projects
Student Fees:		
Regular session	$ 1,171,046	$
Evening session	166,248	
Summer session	41,728	
Spring session	42,474	
Music Conservatory	100,272	
Other	136,117	
Special Programs:		
Program for the Education of Native Teachers		29,653
	1,657,885	29,653
Grants:		
Universities Grants Commission:		
Operating	8,992,561	
Miscellaneous capital	250,000	
Debenture payment	66,867	
	9,309,428	
Province of Manitoba:		
Grant in lieu of taxes	810,495	
Brandon University Northern Teacher Education Project		2,585,000
Special Mature Student Program		1,147
Mature Student Entry Program		15,081
	810,495	2,601,228
Government of Canada:		
Program for the Education of Native Teachers		16,541
Department of Indian Affairs	70,000	
	70,000	16,541
Income carried forward:	$11,847,808	$2,647,422

Schedule 2

Total March 31 1983	Total March 31 1982
$ 1,171,046	$ 984,583
166,248	144,307
41,728	43,953
42,474	36,417
100,272	94,351
136,117	49,344
29,653	18,467
1,687,538	1,371,422
8,992,561	7,725,899
250,000	351,601
66,867	66,867
9,309,428	8,144,367
810,495	754,269
2,585,000	2,392,000
1,147	
15,081	
3,411,723	3,146,269
16,541	64,033
70,000	70,000
86,541	134,033
$14,495,230	$12,796,091

Schedule 2

BRANDON UNIVERSITY

General Fund Income

	Operating	Sponsored or Assisted Research and Special Projects
Brought forward:	$11,847,808	$ 2,647,422
Other		
Program for the Education of Native Teachers		281,846
Mature Student Centre		
Brandon University Indian Leadership Development Project		31,720
Brandon University Music Building	79,612	
	79,612	313,566
City of Brandon	136,403	
Sponsored or assisted research:		
National Research Council		155,471
Government of Canada		180,736
Other		9,428
		345,635
Total Grants	10,405,938	3,276,970
Scholarship and Brusary donors		174,863
Ancillary Enterprises:		
Bookstore	614,364	
Food Services	1,336,943	
Residence - Operating	660,006	
- Mortgage Grant		216,587
	2,611,313	216,587
Miscellaneous:		
Rentals	20,005	
Sundry	155,820	
Sundry projects		736,544
Interest income	105,703	
Transfer from Trust and Endowment Funds		24,036
	281,528	760,580
Total Income, Statement B	$14,956,664	$ 4,458,653

Schedule 2

Total March 31 1983	Total March 31 1982
$14,495,230	$12,796,091
281,846	151,352
	35,000
31,720	40,000
79,612	135,122
393,178	361,474
136,403	123,449
155,471	101,900
180,736	160,865
9,428	5,765
345,635	268,530
13,682,908	12,178,122
174,863	131,616
614,364	506,825
1,336,943	1,003,648
660,006	565,633
216,587	216,587
2,827,900	2,292,693
20,005	19,085
155,820	134,807
736,544	545,672
105,703	141,078
24,036	36,438
1,042,108	877,080
$19,415,317	$16,850,933

Schedule 3

BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Projects
Academic - General:		
Salaries and staff benefits	$ 5,978,716	$
Music Conservatory commissions		
Travel and moving	137,318	
Research		24,036
Sponsored or assisted research		359,290
Non-Credit programs	73,941	
Other expenses and supplies	282,021	
Miscellaneous capital	136,380	
School of Music building	79,612	
	6,687,988	383,326
Academic - Specifically Funded:		
Special Mature Student Program		
Inter Universities North		
Teaching English as a Second Language		6,475
Program for the Education of Native Teachers		322,121
Brandon University Northern Teacher Education Project		2,547,488
Mature Student Centre		
Brandon University Indian Leadership Development Program		62,369
		2,938,453
Library:		
Salaries and staff benefits	611,506	
Books and periodicals	202,964	
Travel and moving	5,703	
Other expenses and supplies	69,713	
Miscellaneous capital	5,238	
	895,124	
Student Services:		
Salaries and staff benefits	487,314	
Travel and moving	29,834	
Other expenses and supplies	38,771	
Scholarships, bursaries and awards		174,863
Athletic programs	188,146	
Miscellaneous	10,536	
	754,601	174,863
Carried forward:	$ 8,337,713	$ 3,496,642

Schedule 3

Total March 31 1983	Total March 31 1982
$ 5,908,467	$ 5,128,817
70,249	50,823
137,318	139,685
24,036	36,438
359,290	202,906
73,941	62,948
282,021	245,416
136,380	173,919
79,612	200,922
7,071,314	6,241,874
	8,328
	59,127
6,475	
322,121	241,416
2,547,488	2,310,597
	20,554
62,369	60,031
2,938,453	2,700,053
611,506	542,374
202,964	182,745
5,703	5,675
69,713	58,345
5,238	11,146
895,124	800,285
487,314	426,532
29,834	25,798
38,771	50,703
174,863	131,616
188,146	170,290
10,536	4,634
929,464	809,573
11,834,355	10,551,785

Schedule 3

BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Projects
Brought forward:	$ 8,337,713	$ 3,496,642
Administration:		
Salaries and staff benefits	489,442	
Travel and moving	39,555	
Other expenses and supplies	72,251	
Miscellaneous capital	33,675	
	634,923	
General support services and other General expenditures:		
Salaries and staff benefits	726,269	
Past service staff benefits	60,000	
Convocation	20,731	
Sundry projects		468,958
Telephone and telegraph	33,882	
Postage	77,936	
Institutional membership fees	8,113	
Legal and audit	51,458	
Debenture payment	66,867	
Other expenses and supplies (net of recoveries)	205,759	
Miscellaneous capital	170,372	
	1,421,387	468,958
Plant Maintenance:		
General maintenance:		
Salaries and staff benefits	595,036	
Taxes and insurance	859,822	
Security and contract charges	56,280	
Other expenses and supplies	105,064	
Utilities	226,975	
Miscellaneous capital	57,798	
	1,900,975	
Steam Plant:		
Salaries and staff benefits	157,957	
Other expenses and supplies	12,961	
Utilities	283,954	
	454,872	
Maintenance allocations or recoveries	(320,547)	
Total Plant Maintenance	2,035,300	-
Carried forward:	$12,429,323	$ 3,965,600

Schedule 3

Total March 31 1983	Total March 31 1982
$11,834,355	$10,551,785
489,442	429,968
39,555	33,367
72,251	62,978
33,675	13,753
634,923	540,066
726,269	570,054
60,000	60,000
20,731	16,890
468,958	490,772
33,882	25,865
77,936	56,628
8,113	8,578
51,458	32,768
66,867	66,867
205,759	196,009
170,372	82,476
1,890,345	1,606,907
395,036	503,666
859,822	799,348
56,280	50,436
105,064	96,808
226,975	186,239
57,798	58,084
1,900,975	1,694,581
157,957	139,056
12,961	10,425
283,954	231,172
454,872	380,653
(320,547)	(267,445)
2,035,300	1,807,789
$16,394,923	14,506,547

Schedule 3

BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Project
Brought forward	$12,429,323	$3,965,600
Ancillary Enterprises:		
Bookstore.		
Salaries and staff benefits	67,494	
Goods for resale	455,837	
Other expenses and supplies	42,824	
Students' Union share of net income (note 5)	24,105	
	590,260	
Food Services:		
Catering services contract charges:		
Salaries, staff benefits, administration and management fee	524,372	
Food	515,073	
Other expenses and supplies	181,838	
Utilities allocation	54,276	
	1,275,559	
Residences:		
Salaries and staff benefits	311,229	
Other expenses and supplies	194,972	
Utilities allocation	144,445	
Mortgage payments		216,587
	650,646	216,587
Total Ancillary Enterprises	2,516,465	216,587
Total Expenditure, Statement B	$14,945,788	$ 4,182,187

Schedule 3

Total March 31 1983	Total March 31 1982
$16,394,923	14,506,547
67,494	56,156
455,837	375,263
42,824	28,590
24,105	23,408
590,260	483,417
524,372	375,486
515,073	403,396
181,838	143,418
54,276	15,372
1,275,559	937,672
311,229	274,250
194,972	207,511
144,445	108,539
216,587	216,587
867,233	806,887
2,733,052	2,227,976
$19,127,975	16,734,523

Schedule 4

BRANDON UNIVERSITY

General Fund
Expenditure by Account and by Funding

	Salaries	Benefits	Health and Education Tax
Academic General:			
Arts	$1,538,987	$123,228	$ 17,420
Science	1,722,000	134,789	18,933
Education	1,066,033	86,054	11,974
Music	738,112	57,768	8,272
Continuing Education	330,296	11,459	4,345
Media & Film Services	35,507	3,325	-
Senate			
Music Conservatory	68,039	1,425	750
Non-Credit Programs			
Assisted Research			
Research			
	5,498,974	418,048	61,694
Special Programs:			
B.U.N.T.E.P.	806,589	53,886	8,789
S.M.S.P.			
P.E.N.T.	224,739	8,798	2,155
I.U.N.			
Teaching English as a Second Language (T.E.S.L.)			
Mature Student Centre (M.T.S.)			
B.U.I.L.D.	38,778	2,918	440
	1,070,106	65,602	11,384
Library:	562,206	42,972	6,328
Books and periodicals			
	562,206	42,972	6,328
Student Services:	444,654	37,476	5,184
Scholarships			
Athletic programs			
	444,654	37,476	5,184
Administration			
President	153,568	23,179	1,866
Vice-President	281,041	26,646	3,142
Board of Governors			
	434,609	49,825	5,008
Carried forward	$8,010,549	$613,923	$89,598

Travel	Supplies & Other Expenses	Miscellaneous Capital	Other	Total March 31 1983	Total March 31 1982
$ 31,668	$ 47,359	$ 16,174	$	$ 1,774,836	$ 1,521,191
38,419	108,738	86,200		2,109,079	1,816,800
27,237	38,702	11,073		1,241,073	1,151,755
21,514	63,917	17,194	79,612	986,389	969,510
18,397	12,049	5,739		382,285	362,631
83	7,701			46,616	63,245
			3,520	3,520	3,627
	35			70,249	50,823
			73,941	73,941	62,948
			359,290	359,290	202,906
			24,036	24,036	36,438
137,318	278,501	136,380	540,399	7,071,314	6,241,874
288,562	269,125	51,367	1,069,170	2,547,488	2,310,597
					8,328
34,741	19,095	391	32,202	322,121	241,416
					59,127
			6,475	6,475	
					20,554
3,990	8,388		7,855	62,369	60,031
327,293	296,608	51,758	1,115,702	2,938,453	2,700,053
5,703	69,713	5,238		692,160	617,540
			202,964	202,964	182,745
5,703	69,713	5,238	202,964	895,124	800,285
29,834	38,771	10,536		566,455	507,667
			174,863	174,863	131,616
			188,146	188,146	170,290
29,834	38,771	10,536	363,009	929,464	809,573
28,414	35,421	32,332		274,780	230,415
7,401	31,619	1,343		351,192	292,594
3,740	5,211			8,951	17,057
39,555	72,251	33,675		634,923	540,066
$ 539,703	$ 755,844	$237,587	$2,222,074	$12,469,278	$11,091,851

Schedule 4

BRANDON UNIVERSITY

General Fund
Expenditure by Account and by Funding

	Salaries	Benefits	Health & Education Tax
Brought forward	$ 8,010,549	$613,923	$ 89,598
General Support			
Alumni	43,325	3,699	540
Director of Development	28,193	12	307
Computer Services	164,069	13,762	1,917
Print Shop	71,796	6,347	793
Purchasing	23,719	1,541	191
Information Services	43,878	3,739	490
Mail Room & Supplies Office	31,420	2,701	352
Registrar	167,612	15,312	1,881
Personnel	65,609	5,273	737
Telephone Office	25,186	1,591	277
Past service benefits			
Convocation			
Sundry projects			
Telephone and telegraph			
Postage			
Institutional membership fees			
Legal and audit			
Debenture payment			
Bad debt expense			
	664,807	53,977	7,485
Plant Maintenance:	523,069	65,652	6,315
Taxes			
Insurance			
Security			
Service contracts			
Utilities			
	523,069	65,652	6,315
Steam Plant	146,477	9,930	1,550
Utilities			
	146,477	9,930	1,550
Recoveries - Internal			
External			
Carried forward	$ 9,344,902	$743,482	$ 104,948

Schedule 4

Travel	Supplies & Other Expenses	Miscellaneous Capital	Other	Recoveries	Total March 31 1983	Total March 31 1982
$539,703	$ 755,844	$237,587	$2,222,074	$	$12,469,278	$11,091,851
7,049	20,686				75,299	57,083
1,626	986				31,124	47,986
4,189	118,633	113,857			416,427	303,643
1,177	84,754	40,900		(159,370)	46,397	17,895
35	1,025				26,511	34,370
1,203	38,233				87,543	59,633
	57,027	1,195		(47,404)	45,291	38,622
1,206	42,096	15,361			243,468	184,616
855	7,514	254			80,242	66,274
682					27,736	23,417
			60,000		60,000	60,000
			20,731		20,731	16,890
			468,958		468,958	490,772
			143,843	(109,961)	33,882	25,865
			88,860	(10,924)	77,936	56,628
			8,113		8,113	8,578
			51,458		51,458	32,768
			66,867		66,867	66,867
			22,362		22,362	15,000
18,022	370,954	171,567	931,192	(327,659)	1,890,345	1,606,907
911	104,153	57,798			757,898	658,558
			817,083		817,083	759,412
			42,739		42,739	39,936
			51,102		51,102	46,818
			5,178		5,178	3,618
			226,975		226,975	186,239
911	104,153	57,798	1,143,077		1,900,975	1,694,581
12,961					170,918	149,481
			283,954		283,954	231,172
12,961			283,954		454,872	380,653
				(21,696)		
				(298,851)	(320,547)	(267,445)
				(320,547)	(320,547)	(267,445)
$571,597	$1,230,951	$466,952	$4,580,297	$(648,206)	$16,394,923	$14,506,547

Schedule 4

BRANDON UNIVERSITY

General Fund
Expenditure by Account and by Funding

	Salaries	Benefits	Health & Education Tax
Brought forward	$ 9,344,902	$743,482	$104,948
Ancillary Enterprises:			
Bookstore	61,495	5,307	692
Cost of Sales			
Food Services	422,323	12,567	3,585
Food			
Utilities			
Residences	287,126	21,502	2,601
Utilities			
Mortgages			
	770,944	39,376	6,878
Total Expenditures, Statement B	$10,115,846	$782,858	$111,826

Schedule 4

Travel	Supplies & Other Expenses	Miscellaneous Capital	Other	Recoveries	Total March 31 1983	Total March 31 1982
$571,597	$1,230,951	$466,952	$4,580,297	$(648,206)	$16,394.923	$14.506.547
186	66,743				134,423	108,154
			455,837		455,837	375,263
4,961	227,520	35,254			706,210	500,430
			515,073		515,073	403,396
			54,276		54,276	33,846
720	178,364	15,888			506,201	481,761
			144,445		144,445	108,539
			216,587		216,587	216,587
5,867	472,627	51,142	1,386,218	$ -	2,733,052	2,227,976
$577,464	$1,703,578	$518,094	$5,966,515	$(648,206)	$19,127,975	16,734,523

Schedule 5

BRANDON UNIVERSITY

Comparative Schedule of Income and Expenditures, Ancillary Enterprises for the periods ending March 31, 1983 and March 31, 1982

	Bookstore	Food Services
Income:		
Room and Board fees	$	$ 878,043
Conventions		167,480
Canteen (includes vending machines)		178,691
Internal functions		50,973
Other		61,756
Book sales	614,364	
Grant from Universities Grants Commission		
Total Income, Statement B	$614,364	$1,336,943
Expenditures:		
Salaries	61,495	422,323
Staff benefits	5,999	16,152
Cost of goods sold	455,837	515,073
Management fee		85,897
Supplies and Other expenses	42,824	146,584
Mortgage payments		
Utilities		54,276
Brandon University Student Union's share of net income from the Bookstore (note 5)	24,105	
Equipment, alterations, etc.		35,254
Total Expenditures, Statement B	590,260	1,275,559
Excess of Income over Expenditures	$ 24,104	$ 61,384

Schedule 5

Residence	Total 1983	Total 1982
$571,506	$1,449,549	$1,189,076
37,857	205,337	136,229
3,845	182,536	147,229
1,542	52,515	63,241
45,256	107,012	33,506
	614,364	506,825
216,587	216,587	216,587
876,593	2,827,900	2,292,693
287,126	770,944	599,543
24,103	46,254	31,250
	970,910	778,659
	85,897	75,099
179,084	368,492	321,401
216,587	216,587	216,587
144,445	198,721	142,385
	24,105	23,408
15,888	51,142	39,644
867,233	2,733,052	2,227,976
$ 9,360	$ 94,848	$ 64,717

Schedule 6

BRANDON UNIVERSITY

Scholarship and Endowment Fund Account

Restricted Funds:	1983	1982
Abbie and Arthur Vining Memorial Fund	$ 45,241	$ 38,558
A. Clark Memorial Book Prize	585	511
A.E. McKenzie Memorial Foundation Fund	287,572	245,933
Alex Whyte Memorial Fund	10,531	8,602
Alexander McIntyre Prize in Education	7,256	5,998
Annual Donor Scholarship Fund	15,901	6,732
Art Exhibition Fund	1,092	893
A. Vincent Kidd Memorial Scholarship Fund	10,728	9,267
B.H. Taylor Memorial Bursary	884	451
Brandon Sun Centennial Chair in Journalism	8,502	10,292
Brandon University Alumni Equipment Fund	197	-
Brandon University Development Fund	5,290	4,395
Brandon University Library Development Fund	2,027	876
Campus Concert Series Fund	3,622	2,993
Catherine and John E. Robbins Scholarship Fund	43,570	37,859
Chevron Standard Ltd. Fund	2,365	1,017
Christopher Riley Memorial Fund	57,785	49,877
Corrigan Library Fund for Native Literature	893	727
Crescam Serviendo Award	825	634
Dr. D.B. Stewart Scholarship Fund	890	754
Dr. C.W. Lightbody Memorial Fund	6,905	11,728
Dr. G. MacNeill Estate	9,612	8,493
Dr. N. Demchuk Memorial Scholarship Fund	6,427	5,701
E.L. Christie Memorial Fund	29,827	26,324
G.R. Rowe Fund	24,880	20,538
Gus Hendzel Memorial Scholarship Fund	2,491	2,010
Helen Hill Memorial Scholarship Fund	1,597	-
Ian and Shirley Brown Fund	1,984	1,745
Isabelle Douglas Estate	8,266	6,808
J.A. McGinn Fellowship	1,367	869
J. Gregson Smart Memorial Scholarship	3,207	2,811
James of Goodlands Bursary Fund	2,350	1,052
Jane Vasey Memorial Scholarship Fund	9,507	-
Jean Mann Memorial Scholarship Fund	3,080	2,550
Lillian Bain Memorial Vocal Scholarship Fund	3,125	2,779
Dr. J.A. McLeod Scholarship Fund	1,590	1,331
Masonic J.R.C. Evans Memorial Scholarship Fund	3,572	3,160
McMillan Scholarship Fund	4,232	-
Miss E.A. Whiteside Fund	7,430	6,138
N. Hargreaves-Mawdsley Memorial Scholarship Fund	2,147	1,899
Napolean Lussier Memorial Scholarship Fund	1,546	1,347
Neil McMillan Scholarship	7,209	5,417
Orchard Memorial Fund	3,881	4,186
Peter Dobson Memorial Scholarship Fund	593	561
Procop and Dora Bilous Memorial Scholarship Fund	1,422	1,257
R.H. Hannah Scholarship Fund	965	829
R.H. Patmore Memorial Scholarship Fund	12,673	10,454
R.J. Lang Memorial Fund	9,081	7,991
R.J. McCarthy Memorial Scholarship Fund	1,549	1,351
R. Murray Simmons Memorial Scholarship Fund	5,858	5,165
SUSA Trust Fund	21,379	18,875
Una B. Cameron Memorial Fund	14,633	12,482
William Purdon Cumming Memorial Fund	8,072	6,865
Carried forward:	$728,213	$609,085

Schedule 6

BRANDON UNIVERSITY

Scholarship and Endowment Fund Account

	1983	1982
Restricted Funds (Continued)		
Brought Forward:	$728,213	$609,085
W. Dinsdale Memorial Lecture Series	235	-
W.L. and A.E. Wright Memorial Fund	3,019	2,656
W. McGregor Memorial Education Bursary Fund	3,478	3,065
Zonta Club Scholarship Fund	5,265	-
	740,210	614,806
Unrestricted Funds:		
Blair Fraser Memorial Fund	769	687
Brandon University Alumni General Fund	20	-
Brandon University Association Fund	6,421	5,274
Brandon University Development Fund	10,944	9.022
Carl J. Sanders Fund	600,608	608,987
Carrie B. Clarke Estate	6,173	5,513
Class of 1930 Gift	3,622	2,992
Class of 1931 Gift	1,944	1,612
Dr. A.L. Dulmage Fund	6,981	5,755
Estate of W.K. Bass Bequest	8,266	6,809
Gerald and Glorianne Robinovitch Memorial Fund	99	99
John G. Diefenbaker Estate	1,569	1,371
Pearl Edith Gainer Estate	24,838	20,499
Whitfield-Clark Memorial Fund	16,240	14,058
	688,494	682,678
Balance at end of year, Statement D	$1,428,704	$1,297,434

BRANDON UNIVERSITY

Notes to Financial Statements
for the year ended March 31, 1983

1. Significant Accounting Principles and Reporting Practices

A. Fund accounting

The accounts of the University are maintained in accordance with the principles of fund accounting in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources are classified for accounting and reporting purposes into funds in accordance with specified activities or objectives. For financial reporting purposes, accounts with similar characteristics or objectives have been combined to establish the General and Trust Funds.

B. Investment of Trust Funds

Trust funds available for investment are pooled. Investment income is distributed to each participating fund annually at March 31. Investments are recorded at cost or at fair market value as at the date of acquisition or donation respectively. Gains or losses on sales of investments are recognized in the fiscal year of disposal.

C. Accounting basis

The University accounts are maintained to provide a matching of revenues and expenditures to the fiscal year in which the items were budgeted. As a consequence of this policy, the following modifications to the accrual basis of accounting have been adopted by the University:

a) Regular session student fees and ancillary enterprises income which pertain to a period after the University's fiscal year-end are not treated as deferred income but are recorded as revenues of that fiscal year.

b) The costs of sabbatical leaves are accounted for in the fiscal year in which the expenditures are made; other payroll costs have not been accrued from the last pay period in the fiscal year to March 31.

c) Accrued interest has not been taken into account on the University's investments or liabilities.

d) Consumable supplies are charged to operations in the fiscal year they are acquired. Except for the bookstore, the costs of the unused supplies as at March 31 are not included in inventory for financial statement presentation purposes.

e) Grants in lieu of taxes, which were paid on behalf of the University by the Department of Municipal Affairs, have been reflected in both income and expenditure in the financial statements.

D. Property Plant and Equipment

The value of the land ($498,680) is recorded as per the Municipal Tax Assessment values as of December 31, 1976.

Furnishings and equipment including library books, are purchased with operating funds and charged to operations in the fiscal year of acquisition. These items along with buildings were appraised by Sunalta Appraisals ltd. who reported depreciated replacement values as of July 31, 1982.

The impact of the increase or decrease is reflected as an adjustment to Investment in Fixed Assets.

Depreciation is not provided for on fixed assets.

E. Mortgage Principal Repayment

Repayments of mortgage principal are charged to operations, except for repayment of Zone Properties mortgages which are credited to Investment in Fixed Assets.

F. Operations

Ancillary enterprises provide goods and services not directly associated with the University's primary educative objective. These activities are expected to operate on a break-even basis, except for payments of principal and interest on long-term debt, which is funded from other sources. Ancillary enterprises are assessed all significant overhead costs associated with their operations.

2. Brandon Centennial Auditorium Corporation Inc.

Under an arrangement between the University, the Province of Manitoba and the City of Brandon, the University built an Auditorium on its property for the benefit of citizens of Western Manitoba. The expenditures for the building and furnishings was financed from contributions by the Governments of Canada and Manitoba, the City of Brandon and citizens through campaigns.

The Auditorium has been leased to the Brandon Centennial Auditorium Corporation Inc. under a 99 year lease for a nominal consideration of $1 with the University being required to supply certain services to the Auditorium for which it is reimbursed.

BRANDON UNIVERSITY

Notes to Financial Statements
for the year ended March 31, 1983

3. Investments

Details regarding the Investments are as follows:

	Par Value	Book Value	Market Value
Bonds:			
Government of Canada	$ 544,200	$ 529,458	$ 542,736
Other	90,000	89,675	99,888
Stocks	23,250	164,509	217,561
	$ 657,450	$ 783,642	$ 860,185

4. Zone Properties

There are several mortgages outstanding as at March 31, 1983 having varying maturity dates. Under the terms of the various mortgages, monthly payments of $827 are required covering principal and interest.

Some of the Zone Property Buildings were demolished during the year in order to replace the parking spaces that will be eliminated by the construction of the new Music Building.

5. Bookstore

An agreement between the University and the Brandon University Students' Union provides for the equal sharing of profits of the University's bookstore operations. Profits paid to the Students' Union amounted to $24,105 for the year ended March 31, 1983 ($23,408 at March 31, 1982).

6. Pension Plans

Brandon University contributes to a trustee-administered Pension Plan for its employees. Both the University and the employees contribute to the Pension Plan on the basis of the employees' regular salary.

An actuarial valuation was completed as at January 1, 1981 to determine the Fund's position and established an unfunded liability of $167,542. As a result of amendments to the Plan, the actuary determined that there was an unfunded liability of $519,071 as at November 1, 1981, which is to be paid by special annual payments of $53,445 for 15 years. As at December 31, 1982 the University has met the requirements for the special payment by contributing $60,000. The next actuarial valuation is to be made as at January 1, 1984.

BRANDON UNIVERSITY

Notes to Financial Statements
for the year ended March 31, 1983

6. Pension Plans (continued)

There is also a special pension contract subject to conditions being fulfilled. The University amortizes the cost thereof by an annual charge to operations.

The accounts of the Plan do not form part of the University's financial statements. The Plan's financial statements are audited and reported on by the Provincial Auditor.

7. Sponsored or Assisted Research and Special Projects Fund Account

From time to time, certain funds are received by the University for specific purposes. In the fiscal year that the funds are received, they are shown as income on the Statement of Income and Expenditure.

8. Restatement of Accounts

Comparative figures for the year ended March 31, 1982 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1983.

9. Long-term Lease-Purchase Agreement

Brandon University acquired a VAX 11/750 computer in December, 1982 from Digital Equipment of Canada Ltd., under a lease-purchase agreement. The terms of the agreement call for 5 equal annual payments of $39,960.25, starting April 1, 1983 and a 10% purchase option ($17,313) payable April 1, 1988.

10. Accounts Receivable

Accounts receivable of $425,186 are net of an allowance for doubtful accounts of $142,549 (1982 - $455,849, net of an allowance of $128,277). Student receivables are $308,433, 72.5% of the total (1982 - $306,837 - 67.3%).

11. University Foundations

The Brandon University Foundation and the American Friends of Brandon University were established to assist in funding of capital projects for Brandon University.

The Financial Statements of Brandon University Foundation and the American Friends of Brandon University are audited by Dunwoody and Company, Chartered Accountants.

BRANDON UNIVERSITY

Notes to Financial Statements
for the year ended March 31, 1983

12. Contingent Liabilities

As at March 31, 1982, Brandon University had been named as a defendant in a Statement of Claim where action by the plaintiff had commenced. During the year ended March 31, 1983, the matter was resolved by a court decision resulting in a payment by the University. There were no contingent liabilities as at March 31, 1983.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE BRANDON UNIVERSITY PENSION FUND

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits 1, 2 and 3, of The Brandon University Pension Fund for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of The Brandon University Pension Fund as at December 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, after giving retroactive effect to the changes in accounting policy explained in Note 2 to the financial statements, on a basis consistent with that of the preceding year.

W. K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

December 30, 1983,
Winnipeg, Manitoba.

Exhibit 1

THE BRANDON UNIVERSITY PENSION FUND

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Accounts Receivable, Brandon University	$ 82,625	$ 70,321
Held by the Great West Life Assurance Company		
Deposit Fund	665,124	788,494
Mortgage Fund	3,928,668	3,457,901
Bond Fund	691,412	425,707
Equity Fund	1,849,310	595,900
Real Estate Fund	946,595	728,659
Money Market Fund	1,008,194	948,670
Transaction Account	(115,863)	(151,986)
	8,973,440	6,793,345
TOTAL ASSETS	$9,056,065	$6,863,666

LIABILITIES

Reserve for Present and Future Pension Benefits, Exhibit 2	$9,056,065	$6,863,666
TOTAL LIABILITIES	$9,056,065	$6,863,666

Exhibit 2

THE BRANDON UNIVERSITY PENSION FUND

Statement of Changes in the Reserve for Present and Future Pension Benefits for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Additions:		
Contributions		
Members, regular	$ 481,143	$ 385,155
University, regular	432,890	372,928
University, other	60,000	60,000
	974,033	818,083
Experience refund, prior plan	23,443	37,300
Investment income, Exhibit 3	1,517,044	595,287
Total Additions	$2,514,520	$1,450,670
Deductions:		
Benefits:		
Retirements	184,549	154,194
Refunds	76,088	62,290
	260,637	216,484
Administration Expenses:		
Agency fees	55,302	54,215
Trustee expenses	2,857	2,919
Other expenses	3,325	-
	61,484	57,134
Total Deductions	322,121	273,618
Net increase for the year	2,192,399	1,177,052
Balance at beginning of year	6,863,666	5,686,614
Balance at end of year, Exhibit 1	$9,056,065	$6,863,666

Exhibit 3

THE BRANDON UNIVERSITY PENSION FUND

Statement of Investment Income
for the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Investment income (Notes 1(b) and 2(b))		
Deposit Fund	$ 57,989	$ 68,302
Mortgage Fund	814,767	323,434
Bond Fund	129,205	13,817
Equity Fund	233,411	(24,474)
Real Estate Fund	97,936	87,363
Money Market Fund	174,524	119,670
Transaction account	9,212	7,175
Investment Income, Exhibit 2	$ 1,517,044	$ 595,287

THE BRANDON UNIVERSITY PENSION FUND

Notes to the Financial Statements
December 31, 1982

1. ACCOUNTING POLICIES:

(a) The Brandon University Pension Fund follows the accrual basis of accounting.

(b) Investments are stated at market value as at each fiscal year end. The market value of the investments is supplied by Great West Life Assurance Company. The increase or decrease in value of the investments is reflected in the income for the fiscal year.

2. CHANGES IN ACCOUNTING POLICY:

(a) For the year ended December 31, 1982, except for employees' pension deductions which were already on the accrual basis , the Brandon University Pension Fund changed from a cash to an accrual basis of accounting.

(b) The Fund also changed from stating its investment portfolio at cost to a market value as at the fiscal year end. This change was implemented retroactively and its effect on the financial statements, as compared to the previous policy, was to increase the investment value at the 1982 year end by $543,011 and decrease the 1981 year end value by $378,013; the investment income for the 1982 fiscal year was increased by $921,024 and the 1981 fiscal year investment income was increased by $32,088.

3. GENERAL COMMENTS:

(a) The Brandon University Retirement Plan is a Trusteed Plan established April 1, 1974. The assets of the Plan are held in the name of the Trustees of Brandon University. There are five Trustees and an Investment Committee of three members. Great West Life Assurance Company administers the Plan under the terms of an agreement entered into with the Trustees dated January 1, 1979.

(b) The financial statements do not take into account actuarial valuations and therefore do not reflect the financial position of the Fund on an actuarial valuation basis. Because of amendments to the pension plan (Note 3(c)), an actuarial valuation to determine the Fund's position was made as at November 1, 1981, resulting in an unfunded liability as at that date of $519,071 as compared to $167,542 as at January 1, 1981. The actuary recommended that Brandon University make supplementary annual contributions of $53,445 for 15 years to eliminate this unfunded liability. The next actuarial valuation is to be made as at January 1, 1984.

(c) Amendments to the pension plan were passed, effective October 1, 1982, which decreased contributions to the Plan by 1% of salary for members of the Brandon University Faculty Association and other employees excluded from any bargaining agreements and increased contributions by the University for these members by 1%.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

CHANNEL AREA LOGGERS LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Channel Area Loggers Ltd. as at March 31, 1983 and the statement of revenues and expenditures, the statement of changes in financial position and the schedules of operating expenses for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Channel Area Loggers Ltd. as at March 31, 1983 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 27, 1983,
Winnipeg, Manitoba.

Exhibit A

CHANNEL AREA LOGGERS LTD.

(Incorporated Under The Corporations Act, Manitoba)

Balance Sheet as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

	1983	1982
CURRENT ASSETS:		
Cash on hand and in bank	$ 12,997	$ -
Accounts receivable (Note 2)	84,573	116,225
Subsidy receivable from the Province of Manitoba	-	17,262
Inventories (Note 3)	103,442	397,516
Prepaid expenses	1,714	18,176
Total current assets	202,726	549,179
FIXED ASSETS (Note 4)	585,868	544,027
Less accumulated depreciation and amortization	317,320	298,270
Net fixed assets	268,548	245,757
GUARANTEE DEPOSIT WITH THE PROVINCE OF MANITOBA	900	900
DEFERRED EXPENDITURES - Timber Inventory Survey (Note 10)	16,558	-
TOTAL	$ 488,732	$ 795,836

LIABILITIES AND SHAREHOLDERS' EQUITY

	1983	1982
CURRENT LIABILITIES:		
Excess of outstanding cheques over bank balances	$ -	$ 59,668
Bank demand loan (Note 5)	45,000	240,000
Accounts payable (Note 6)	88,108	196,078
Total current liabilities	133,108	495,746
DEFERRED REVENUE - Assistance from Province of Manitoba (Note 10)	16,558	-
SHAREHOLDERS' EQUITY:		
Capital stock:		
Authorized: 35,000 common shares, maxium consideration not to exceed $350,000		
Issued: 30,009 shares	300,090	300,090
Retained earnings	38,976	-
	339,066	300,090
TOTAL	$ 488,732	$ 795,836

The accompanying notes are an integral part of the financial statements.

Exhibit B

CHANNEL AREA LOGGERS LTD.

Statement of Revenues and Expenditures for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
REVENUES:		
Pulpwood sales	$ 1,213,484	$ 1,411,495
Commissary sales	121,052	52,000
Miscellaneous	6,415	22,720
	1,340,951	1,486,215
EXPENDITURES:		
Direct logging costs (Schedule 1)	1,101,191	1,229,800
General and administrative (Schedule 2)	170,468	231,258
Commissary (Note 9)	103,546	41,041
	1,375,205	1,502,099
	(34,254)	(15,884)
OTHER INCOME AND EXPENSES:		
Gain on fire insurance claims	33,517	-
(Loss) on disposal of fixed assets	(2,615)	(1,375)
	30,902	(1,375)
Excess (deficiency) of revenues over expenditures before operating assistance from the Province of Manitoba	(3,352)	(17,259)
Operating Assistance from the Province of Manitoba - General subsidy	-	17,259
- Specific subsidy (Note 10)	42,328	-
EXCESS OF REVENUES OVER EXPENDITURES	$ 38,976	$ -

The accompanying notes are an integral part of the financial statements.

Exhibit C

CHANNEL AREA LOGGERS LTD.

Statement of Changes in Financial Position
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
SOURCE OF WORKING CAPITAL:		
Excess of revenues over expenditures	$ 38,976	$ -
Charges to operations not involving an outlay of funds:		
Depreciation and amortization	50,400	65,249
Loss on sale of fixed assets	2,615	1,375
Proceeds from sale of fixed assets	4,060	1,900
Book value of fixed assets realized on fire insurance claim	7,402	-
	103,453	68,524
USE OF WORKING CAPITAL:		
Purchase of fixed assets	87,268	10,565
INCREASE IN WORKING CAPITAL FOR THE YEAR	16,185	57,959
WORKING CAPITAL (DEFICIENCY) AT BEGINNING OF THE YEAR	53,433	(4,526)
WORKING CAPITAL AT END OF THE YEAR	$ 69,618	$ 53,433

The accompanying notes are an integral part of the financial statements.

Schedule 1

CHANNEL AREA LOGGERS LTD.

Schedule of Direct Logging Costs
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
INVENTORY AT BEGINNING OF THE YEAR	$ 304,422	$ 38,612
PRODUCTION EXPENSES:		
Cutters wages and fringe benefits	86,675	322,313
Contract wood	316,556	528,573
Transportation:		
Contract hauling to landing	153,098	225,539
Forwarding to roadside	9,264	16,230
Freight and fuel movement	8,684	14,286
Personnel transport	24,218	10,275
Road construction and maintenance, net	91,807	177,484
Timber dues	38,101	68,492
Supervision	9,586	40,259
Repairs and maintenance	31,455	47,652
Insurance	5,073	-
Other	177	203
Net kitchen and dormitory expenses	22,075	44,304
Total production expenses	796,769	1,495,610
INVENTORY AT END OF THE YEAR	-	304,422
DIRECT LOGGING COSTS, EXHIBIT B	$ 1,101,191	$ 1,229,800

Schedule 2

CHANNEL AREA LOGGERS LTD.

Schedule of General and Administrative Expenses for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Salaries, wages and fringe benefits	$ 57,904	$ 63,531
Interest and service charges	59,211	63,718
Travel and accomodation	6,478	11,512
Mobile home	11,908	18,396
Communications	5,461	5,566
Bad debts	(14,060)	31,695
Truck	-	861
Legal, audit and accounting	24,133	17,187
Directors' travel and accomodation	1,799	2,890
Directors' fees	3,193	3,243
Office supplies and utilities	4,014	6,756
Taxes, licences and fees	1,641	2,539
Insurance	940	1,901
Room and board	7,649	-
Miscellaneous	197	1,463
Total general and administrative expenses	$ 170,468	$ 231,258

Schedule 3

CHANNEL AREA LOGGERS LTD.

Schedule of Net Commissary Income
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1982
COMMISSARY SALES	$ 52,000
COST OF MATERIALS:	
Inventory at beginning of the year	11,884
Purchases	36,301
	48,185
Inventory at end of the year	8,562
Total cost of materials	39,623
EXPENSES:	
Wages	1,304
Miscellaneous	114
Total expenses	41,041
Net commissary income	$ 10,959

Schedule 4

CHANNEL AREA LOGGERS LTD.

Schedule of Net Kitchen and Dormitory Expense
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1982
KITCHEN AND DORMITORY:	
Cost of food:	
Inventory at beginning of the year	$ 9,905
Purchases	58,251
	68,156
Inventory at end of the year	9,011
Total cost of food	59,145
Wages	11,151
Utilities, maintenance and other	5,072
Insurance and depreciation	13,734
Total expense	89,102
DEDUCT FOOD AND BOARD RECOVERIES	(44,798)
Net kitchen and dormitory expense	$ 44,304

CHANNEL AREA LOGGERS LTD.

Notes to the Financial Statements
March 31, 1983

1. Accounting Policies

The accounting policies of the company are in accordance with generally accepted accounting principles and their basis of application is consistent with that of the preceding year.

Inventories:

Pulpwood inventory is valued at the lower of cost or net realizable value based upon the agreed price of deliveries to the purchaser, less an allowance for cullage and shrinkage.

Other inventories are valued at cost.

Fixed assets:

Fixed assets are stated at cost. It is the company's policy to provide for depreciation and amortization of fixed assets on the basis shown in note 4.

Revenue recognition:

Pulpwood sales are recognized on the basis of pulpwood delivered to landing and scaled in accordance with the terms of the sales contract.

2. Accounts Receivable

The major categories of accounts receivable are:

	1983	1982
General	$ 50,490	$ 40,663
Government of Manitoba	10,408	-
Government of Canada and Manitoba - Special A.R.D.A. grants	9,450	9,450
Contract cutters	14,225	66,112
	$ 84,573	$ 116,225

CHANNEL AREA LOGGERS LTD.

Notes to the Financial Statements
March 31, 1983

3. Inventories

The major categories of inventory are:

	1983	1982
Pulpwood	$ -	$ 304,422
Other:		
Commissary supplies	5,730	8,562
Chain saws	3,822	3,581
Parts and supplies	16,095	6,083
Gasoline and oil	74,391	65,857
Kitchen supplies	3,404	9,011
	103,442	93,094
	$ 103,442	$ 397,516

4. Fixed Assets

The major categories of fixed assets and related accumulated depreciation and amortization at March 31, 1983 are:

	Cost	Accumulated Depreciation and Amortization	Rates
Buildings and Trailers	$ 187,362	$ 67,011	10-33 1/3%
Machinery and Equipment	364,560		
Less: Funded by the Province of Manitoba (Note 10)	35,385		
	329,175	185,128	20 - 30%
Main Logging Road	69,331	65,181	3-5 years straight line
	$ 585,868	$ 317,320	

It is the company's practice to provide for depreciation of buildings, trailers, machinery and equipment under the declining balance basis at the rates shown above and to provide for the amortization of the main logging road on the straight-line basis over 3 to 5 years. The total amount so provided for the current year was $50,400 (1982 - $65,249).

CHANNEL AREA LOGGERS LTD.

Notes to the Financial Statements
March 31, 1983

5. Bank Demand Loan

The bank demand loan is guaranteed by the Province of Manitoba to a maximum of $500,000 including unpaid interest.

6. Accounts Payable

The major categories of accounts payable are:

	1983	1982
Trade	$ 41,100	$ 136,947
Wage deductions	1,905	6,511
Employees	3,500	17,315
Province of Manitoba	41,603	35,305
	$ 88,108	$ 196,078

7. Capital Stock

The issued shares are held by the Province of Manitoba except for eight shares which are held by the appointed directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

8. Services Provided by the Province

The Province of Manitoba provides the services of the Secretary-Treasurer and other miscellaneous administrative services at no charge to the Company.

9. Comparative Figures

Comparative figures for the year ended March 31, 1982, have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1983. However, the 1981-82 figures for the commissary operations have not been restated. The commissary operation for 1982-83 recorded all items supplied to contract cutters as sales whereas in 1981-82 similar items supplied were credited against inventory accounts with any profits credited to miscellaneous revenue.

10. Assistance from the Province of Manitoba

The Province of Manitoba provided financial assistance amounting to $94,271 to the Company in the form of an operating subsidy of $42,328 and a capital subsidy of $51,943 during the year ended March 31, 1983. The operating subsidy was provided for the following specific expenditures:

1. interest of $28,831 on the additional $300,000 bank loan which was used to finance the March 31, 1982 wood inventory.
2. transportation and maintenance costs of $13,497 associated with the Company's strip cutting operations.

The capital subsidy was provided for the following:

1. The Province of Manitoba contributed $35,385 towards the acquisition of machinery and equipment.

   The contribution was for the following:

   a) a contribution of $28,393 as reimbursement to the Company for costs associated with the acquisition of two skidder machines, resulting from the default on loans by two contract cutters. The loans to the cutters were for the purchase of the skidder machines.

   b) a contribution of $6,992 for the purchase of equipment associated with the Timber Inventory Survey.

2. The Province of Manitoba contributed $16,558 for a Timber Inventory Survey which is being conducted to assess wood inventories for planning future cutting operations.

PROVINCE OF MANITOBA

THE CIVIL SERVICE SUPERANNUATION FUND

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A to D and Schedules 1 to 3, of The Civil Service Superannuation Fund for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Fund as at December 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, after giving retroactive effect to the amendment to the Act as explained in note 1(d) to the financial statements, on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

March 24, 1983,
Winnipeg, Manitoba.

Exhibit A

THE CIVIL SERVICE SUPERANNUATION FUND

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Cash in bank	$ 1,115,338	$ 585,629
Employees' contributions and employers' contributions and payments receivable	71,010	100,441
Investments, Schedule 1, Note 1(b)	364,944,601	309,547,227
Accrued investment income	7,392,214	6,138,316
Accrued liability from the Province of Manitoba in accordance with Sec. 24(1) of the Act	1,826,300	1,826,300
Furniture and fixtures: at nominal value, cost: 1982 - $46,433 1981 - $42,640	1	1
Computer equipment, Note 1(c) at cost less accumulated amortization: 1982 - $63,800 1981 - $45,195	47,840	58,727
Computer programs development expenses, Note 1(c) at cost less accumulated amortization: 1982 - $127,420 1981 - $118,605	7,094	15,909
	$375,404,398	$318,272,550

LIABILITIES

	1982	1981
Accounts payable	$ 5,066	$ 25,998
Employee contributions received in advance	-	59,072
Unclaimed annuity plus interest	4,216	-
Fixed income investment reserve, Exhibit D, Note 1(b)(i)	(140,893)	843,094
Superannuation indexing adjustment account, Exhibit C, Note 1(d)	20,877,390	15,793,095
Reserve for present and future benefits, Exhibit B	354,658,619	301,551,291
	$375,404,398	$318,272,550

Exhibit B

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Reserve for Present and Future Benefits for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Additions during the year:		
Payments and contributions, Schedule 2:		
Employers' payments and contributions:		
Payments based on superannuation allowances of retired employees	$ 11,439,546	$ 9,761,540
Payments based on prior non-pensionable employment	3,000	-
Payments equal to interest paid on deceased employees' and pensioners' contributions refunded	39,559	33,507
Payments based on war service	5,255	6,458
Contributions based on employees' remuneration	292,747	299,732
	11,780,107	10.101,237
Employees' payments and contributions:		
Contributions based on remuneration	33,445,310	28,859,190
Payments based on prior non-pensionable employment	392,915	325,252
Receipts from other pension plans re transfer of employee benefits under reciprocal agreements	289,620	241,595
Payments based on war service	402,134	550,237
	34,529,979	29,976,274
Total payments and contributions	46,310,086	40,077,511
Investment income:		
Fixed income, Note 1(b)(i)		
Interest	36,780,171	29,440,006
Amortization of discounts	614,932	507,682
Transfer to investment reserve, Exhibit D	(851,359)	(732,726)
Subtotal, carried forward	$ 36,543,744	$ 29,214,962

Exhibit B

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Reserve for Present and Future Benefits for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Subtotal, brought forward	$ 36,543,744	$ 29,214,962
Equity income, Note 1(b)(ii)		
Dividends and interest	593,223	536,523
Gain due to sale of investments	677,987	60,185
Real estate equity income, Note 1(b)(iii)		
Dividends and interest	1,189,245	895,750
Total fixed, equity and real estate equity investment income	39,004,199	30,707,420
Interest due on accrued liability from the Province of Manitoba in accordance with Sec. 24(2) of the Act	73,052	73,052
Bank and other interest	96,563	98,347
Total additions	85,483,900	70,956,330
Deductions during the year:		
Superannuation and supplementary allowances	22,903,772	19,539,854
Refund of employees' contributions including interest	3,260,201	4,474,414
Refund of unused portion of deceased pensioners' contributions together with interest	50,077	40,363
Payments to other pension plans re transfer of employee benefits under reciprocal agreements	482,352	292,572
General expenses, net, Schedule 3	595,875	578,551
Net transfer to superannuation indexing adjustment account, Exhibit C	5,084,295	4,314,095
Total deductions	32,376,572	29,239,849
Net increase for the year	53,107,328	41,716,481
Balance at beginning of year	301,551,291	259,834,810
Balance at end of year, Exhibit A	$ 354,658,619	$ 301,551,291

Exhibit C

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Superannuation Indexing Adjustment Account for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Allocation of 10.2% of employees' contributions	$ 3,432,320	$ 2,942,025
Interest allowance	2,076,623	1,426,833
Transfer of pensioners' excess interest surplus, Notes 1(d) and (e)	1,565,600	1,391,100
	7,074,543	5,759,958
Less:		
Charge for one-half of all superannuation adjustments	1,990,248	1,445,863
Net transfer for the year from reserve for present and future benefits, Exhibit B	5,084,295	4,314,095
Balance at beginning of year	15,793,095	11,479,000
Balance at end of year, Exhibit A	$ 20,877,390	$ 15,793,095

Exhibit D

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Fixed Income Investment Reserve for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Additions during the year:		
Transfer in accordance with investment policy, Exhibit B, Note 1(b)(i)	$ 851,359	$ 732,726
Less: Net charge resulting from purchases, sales and redemptions	1,835,346	298,743
Net increase for the year	(983,987)	433,983
Balance, beginning of year	843,094	409,111
Balance, end of year, Exhibit A	$ (140,893)	$ 843,094

Schedule 1

THE CIVIL SERVICE SUPERANNUATION FUND

Summary of Investments as at December 31, 1982

	Par Value	Book Value
Fixed income investments:		
Bonds and debentures issued by, or guaranteed by, the following:		
Canada	$ 42,695,000	$ 40,509,755
Province of British Columbia	610,000	602,925
Province of Manitoba	31,083,000	30,825,483
Province of New Brunswick	1,430,000	1,439,549
Province of Newfoundland	645,000	643,163
Province of Nova Scotia	835,000	827,436
Province of Ontario	18,925,000	19,042,261
Province of Prince Edward Island	200,000	198,183
Province of Quebec	400,000	389,363
Province of Saskatchewan	175,000	169,877
Hospitals	5,222,500	5,222,500
Municipal corporations	7,379,000	7,428,344
Corporations, Note 1(b)(iv)	99,005,333	98,992,511
	$208,604,833	206,291,350
Short-term investments with the Minister of Finance	$ 22,975,000	22,975,000
Mortgages:		
National Housing Act (Canada)	$ 88,008,369	81,292,473
Other	14,346,410	14,346,410
	$102,354,779	
Pooled fixed income funds		15,638,510
Total fixed income investments, at amortized cost, Note 1(b)(i)		340,543,743
Equity investments:		
Common stock		663,071
Pooled equity funds		10,565,667
Petroleum and natural gas investments, shares		800,000
Limited partnership, venture capital		400,000
Total equity investments, Note 1(b)(ii)		12,428,738
Real estate equity investments:		
Participating bonds, at cost, Note 1(b)(iii)		9,231,956
Qualifying shares, at cost		11,588
Units of pooled real estate, at equity accounting method, Note 1(b)(iii)		2,728,576
Total real estate equity investments		11,972,120
Total investments, Exhibit A		$364,944,601

Schedule 2

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Payments and Contributions for the year ended December 31, 1982

	Employers' payments and contributions	Employees' payments and contributions	Total
Province of Manitoba Civil Service	$ 6,109,402	$ 18,278,542	$ 24,387,944
Manitoba Telephone System	2,617,759	5,937,529	8,555,288
Manitoba Hydro-Electric Board	1,794,647	5,465,946	7,260,593
Liquor Control Commission	607,684	508,445	1,116,129
Manitoba Health Services Commission	208,921	789,841	998,762
Manitoba Public Insurance Corporation	27,182	1,070,221	1,097,403
Manitoba Agricultural Credit Corporation	27,675	83,073	110,748
Manitoba Crop Insurance Corporation	28,932	99,441	128,373
Manitoba Development Corporation	7,840	6,409	14,249
Communities Economic Development Fund	-	25,359	25,359
Teachers' Retirement Allowances Fund Board	2,463	17,452	19,915
Civil Service Superannuation Board	-	25,518	25,518
Workers Compensation Board	18,670	3,739	22,409
Manitoba Hog Producers' Marketing Board	35,215 *	35,215	70,430
Local Government Districts	2,301 *	2,301	4,602
Manitoba Government Employees' Association	45,253 *	45,253	90,506
Manitoba Housing and Renewal Corporation	8,123	184,987	193,110
Universities Grants Commission	2,673	10,242	12,915
Manitoba Centennial Centre Corporation	6,524	66,194	72,718
Manitoba Milk Producers' Marketing Board	22,167 *	22,167	44,334
Housing Authorities	116,595 *	116,595	236,190
Manitoba Water Services Board	14,228 *	14,228	28,456
Manitoba Turkey Producers' Marketing Board	6,839 *	6,839	13,678
Alcoholism Foundation of Manitoba	4,076	208,433	212,509
Manitoba Horse Racing Commission	-	8,376	8,376
Manitoba Data Services	6,535	264,605	271,140
International Brotherhood of Electrical Workers	2,899 *	2,899	5,798
Manitoba Research Council	34,397 *	38,582	72,979
Manitoba Beef Commission	1,305 *	1,305	2,610
Employees on Workers Compensation	-	6,535	6,535
Employees on loan	11,362	11,362	22,724
Repayment of contributions previously refunded	185	87,677	87,862
Payments based on prior non-pensionable employment	3,000	392,915	392,915
Payments based on war service	5,255	402,134	407,389
Receipts from other pension plans re transfer of employee benefits under reciprocal agreements	-	289,620	289,620
Total payments and contributions, Exhibit B	$ 11,780,107	$ 34,529,979	$ 46,310,086

* Employers' contributions based on employees' remuneration.

Schedule 3

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of General Expenses, net
for the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Salaries and fringe benefits:		
Salaries - permanent staff	$ 451,724	$ 407,463
Salaries - part-time staff	1,442	1,525
Fringe benefits	16,328	17,421
Pensions paid - employer cost	15,245	16,440
Health and education tax levy	3,568	-
	488,307	442,849
Professional fees:		
Actuary - pension	22,676	60,753
Actuary - group insurance	-	13,355
Audit	27,800	24,650
	50,476	98,758
Computer related costs:		
Amortization of equipment	18,605	17,324
Amortization of program development expense	8,815	22,417
Maintenance and program licencing	18,249	10,702
Miscellaneous	657	505
	46,326	50,948
Printing and stationery:		
Microfilming	2,348	2,594
Photocopy service	3,871	3,773
Printing	13,455	12,638
Stationery and supplies	15,802	13,096
	35,476	32,101
Other:		
Bank and investments	20,929	16,508
Furniture and fixtures	3,793	2,575
Machine rentals and servicing	3,567	3,136
Medical examinations	2,396	2,451
Miscellaneous	8,362	9,396
Seminars and travelling	10,028	8,560
Telephone, postage and delivery	11,722	10,327
	60,797	52,953
	681,382	677,609
Less: Operating recoveries		
Public Service Group Insurance Fund administration	(51,778)	(65,256)
Municipal Employees Benefits Board administration	(33,729)	(33,802)
Total general expenses, net, Exhibit B	$ 595,875	$ 578,551

THE CIVIL SERVICE SUPERANNUATION FUND

Notes to the Financial Statements for the year ended December 31, 1982

1. Significant Accounting Policies:

The significant accounting policies are summarized below:

(a) The Fund follows the accrual basis of accounting in all cases where the amount of the accrual is material, except for refunds of employees' contributions which are reflected on the cash method of accounting.

(b) The investment income measurement policies consist of:

(i) Fixed income investments:

Premiums on bonds and debentures in excess of one percent of par value are amortized on a straight line basis over the remaining term and are charged to the fixed income investment reserve. All other premiums on fixed income investments are charged to the investment reserve in the year of acquisition.

Discounts within or equal to one percent of par value are credited to income in the year of acquisition. All other discounts are amortized on a straight line basis over the remaining or renewable term and are credited to income.

Fixed investment income is reduced annually by ½ of 1% of the book value of fixed income investments to a maximum of the reserve not exceeding 3% of the book value of the fixed income investments and the amount of the reduction is credited to the fixed income investment reserve.

Gains or losses on disposition are reflected in the fixed income investment reserve. This account does not reflect a valuation of the fixed income investments, but is maintained to stabilize and even out the investment income.

(ii) Equity investments:

Equity investments are recorded at an adjusted value equal to cost plus a minor upward adjustment, representing the balance that remained in a previous reserve for equity investments after the equity investments were adjusted as a result of a revision to the Fund's equity investment policy effective January 1, 1977. Gains or losses on disposition are reflected in equity income.

Petroleum and natural gas, and limited partnership investments have restrictions on their disposition.

1. (b) (iii) Real estate equity investments:

Income from real estate equity investments, evidenced by participating bonds, represents the Fund's proportionate share of the net cash flow generated by the underlying properties with no allowance having been made for depreciation. In the event the income from a property is insufficient to pay the costs of its operations, the Fund is liable to make additional payments, without limitation in amount, equal to its share of such a deficiency.

Pooled real estate investments are recorded at cost plus the proportionate share of earnings reported by the property manager.

(iv) Foreign currency translation:

Investment transactions in foreign currency are translated to Canadian dollars and are recorded at the rate of exchange prevailing at the respective transaction date. Realized exchange gains or losses on fixed income investments are reflected in the fixed income investment reserve; and on equity and real estate investments, in the reserve for present and future benefits. Exchange on investment earnings is reflected in the reserve for present and future benefits.

(c) Computer:

Computer equipment and program development expenses are capitalized and are amortized on a straight line basis over six years.

(d) Superannuation indexing adjustment account:

In accordance with amendments to the Act, effective July 1, 1977, a program of controlled indexing was implemented whereby 10.2% of employees' annual contributions are allocated to a superannuation adjustment account. Interest is allocated to the reserve on a basis related to the yield earned by the Fund on its mortgages, bonds and debentures.

Effective July 1 of each year, cost-of-living superannuation adjustment payments are based on the lesser of the increase in the Consumer Price Index in the previous calendar year or the amount of the increase, as determined by an actuarial review, which could be paid without resulting in an unfunded liability in the adjustment account.

A 1982 amendment to the Civil Service Superannuation Act provided for the following special contributions to be credited to the superannuation adjustment account retroactive to December 31, 1981:
(i) on December 31, 1981, $1,391,100
(ii) on December 31, 1982, $1,565,600
(iii) on December 31, 1983, $1,767,400
Prior year's comparative figures have been restated to reflect the 1981 contribution.

THE CIVIL SERVICE SUPERANNUATION FUND

Notes to the Financial Statements
for the year ended December 31, 1982

1. (e) Actuarial report:

The financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, an actuarial valuation and report is required every three years. The most recent actuarial report on The Civil Service Superannuation Fund, as at December 31, 1980 disclosed a surplus of $7,027,817. The Actuary stated that $3,731,900 of the surplus is attributable to the excess interest earnings on the assets supporting the liabilities for participants who were on pension during the period.

2. Retired employees of the Fund:

The Board has a legislative requirement to pay as an annual administrative expense, one-half of the pension benefits paid by the Fund on behalf of its retired employees. On the basis of an actuarial report, the unfunded provision for the Board's employees amounted to $280,956 as at December 31, 1982.

3. Guarantee by the Province:

Under the Act, the Province of Manitoba guarantees that a certain rate of return which varies based on actuarial assumptions, will be earned on the assets of the Fund. Any deficiency in annual earnings is made up by the Province; however, no payments have been required to date.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

COMMUNITIES ECONOMIC DEVELOPMENT FUND

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedule 1, of the Communities Economic Development Fund for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Communities Economic Development Fund as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

June 28, 1983,
Winnipeg, Manitoba.

Exhibit A

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

	1983	1982
Cash	$ 185,193	$ 93,848
Short-term bank deposit receipts	100,000	-
Funds on deposit with the Minister of Finance, non-interest bearing	-	450,000
Accounts receivable:		
Province of Manitoba (Note 5)	6,668	6,574
Manitoba Development Corporation (Note 1)	464,889	171,401
Other	4,175	5,709
	475,732	183,684
Loans receivable, less allowance for doubtful accounts (1983 - $887,500; 1982 - $784,600) (Notes 4 and 8)	3,006,882	2,734,296
Office furniture and equipment, at cost, less accumulated depreciation (1983 - $8,180; 1982 - $7,178)	2,445	2,298
	$ 3,770,252	$ 3,464,126

LIABILITIES

	1983	1982
Accounts payable	$ 51,687	$ 43,628
Funds held in trust (Note 8)	53,342	55,275
Revolving Fund established by the Province of Manitoba for direct loans (Note 3 (a))	3,565,223	3,265,223
Grant received from the Province of Manitoba for loan guarantees (Note 3(b))	100,000	100,000
	$ 3,770,252	$ 3,464,126

Exhibit B

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Statement of Income and Expense
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income:		
Interest, loans	$ 413,713	$ 364,332
Interest, other	10,477	26,583
Miscellaneous	2,460	21,170
	426,650	412,085
Expense:		
General administrative, Schedule 1, (Note 7)	791,578	793,081
Provision for doubtful accounts on loans receivable (Note 4)	784,088	584,211
	1,575,666	1,377,292
Less: Administrative expenses recovered from the Province of Manitoba (Note 6)	161,000	146,400
Net Expense	1,414,666	1,230,892
Excess of expense over income	988,016	818,807
Less: Subsidy received or receivable from the Manitoba Development Corporation (Note 1)	988,016	818,807
	$ -	$ -

Schedule 1

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Schedule of General Administrative Expenses (Note 7)
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Consultants - fees and expenses	$ 68,792	$ 109,766
Depreciation	1,062	948
Directors' fees and expenses	43,310	35,085
Grant to Churchill Research Centre Inc.	-	125,000
Legal and audit	16,230	17,954
Loss on disposition of "Property Held for Resale"	-	4,665
Office supplies and expenses	63,884	49,374
Salaries and employee benefits	501,631	371,444
Sundry	17,223	8,436
Travel	79,446	70,409
General administrative expenses, Exhibit B	$ 791,578	$ 793,081

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Notes to the Financial Statements for the year ended March 31, 1983

1. Nature of the Fund

The Communities Economic Development Fund was established as a Crown Corporation to encourage the optimum economic development of remote and isolated communities within the Province. To carry out this objective it is not practical to pass on all of the Fund's costs to the users of its services. As a result the Fund depends to a certain extent on subsidized assistance.

The Manitoba Development Corporation provides the subsidy assistance required by the Fund to the extent of the Fund's excess of expense over income.

2. Significant Accounting Policies

(a) General

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles, except for the accounting for pension costs as set out in (d) below.

(b) Allowance for doubtful accounts

The allowance for doubtful accounts regarding possible losses on outstanding loans is determined on an individual account basis.

(c) General administrative expenses (Schedule 1)

Certain of these expenses are subject to sharing with the Manitoba Development Corporation and other expenses have been provided at no charge to the Fund in accordance with the terms disclosed in Note 7.

(d) Pensions

The officers and employees of the Fund are not members of the Civil Service of the Government of Manitoba, but they contribute to and are pensionable under the Civil Service Superannuation Fund.

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Fund contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Fund's employees amounted to $136,115 as at December 31, 1982.

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Notes to the Financial Statements
for the year ended March 31, 1983

3. Funds Authorized by the Province of Manitoba

(a) Funds for direct loans

The Revolving Fund shown on the Balance Sheet was established on April 1, 1976 through an order of the Lieutenant Governor in Council which provided for the conversion of Province of Manitoba advances to conditional grants for direct loans. If at anytime the Revolving Fund should exceed the amount which the Government has provided by way of conditional grants, the excess amount shall be paid over to the Government, and if operations should cease the residue of the Revolving Fund shall be paid to the Government.

The change in the Revolving Fund during the year is as follows:

Balance, beginning of year	$ 3,265,223
Conditional grants received during the year	300,000
Balance, end of year	$ 3,565,223

The balance of available capital authority for direct loans amounted to $2,557,000 as at March 31, 1983.

(b) Funds for loan guarantees

Capital funds in the amount of $1,500,000 had been authorized by the Legislature to be advanced to the Fund for loan guarantees. As at April 1, 1976 the Government of the Province of Manitoba had advanced the Fund $100,000 of the authorized amount. Effective April 1, 1976, by an order of the Lieutenant Governor in Council, this advance was converted to a grant.

4. Allowance for Doubtful Accounts

The change in the allowance during the year is as follows:

Balance, beginning of year	$ 784,600
Provision during the year	784,088
	1,568,688
Less: Accounts written off	681,188
Balance, end of year	$ 887,500

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Notes to the Financial Statements for the year ended March 31, 1983

5. Accounts receivable - Province of Manitoba

	1983	1982
Administrative expenses recoverable (Note 6)	$ 6,668	$ 1,574
Consultant study - Province of Manitoba share	-	5,000
	$ 6,668	$ 6,574

6. Administrative Recoveries

Administrative expenses, in respect of a client staff and C.E.D.F. staff training program providing small business and community enterprises with management training and assistance, amounting to $161,000 (1982 - $146,400) were recovered from an appropriation of the Province of Manitoba provided for this purpose.

7. Administration of the Fund

The Communities Economic Development Fund is jointly administered with the Manitoba Development Corporation. Common administrative expenses are paid by the Fund except for rent and utility costs which are paid by the Corporation.

8. Funds Held in Trust

During the year ended March 31, 1980, the Board approved $50,000 in interest free loans to provide for management assistance and working capital for entrepreneurial and community development in northern and remote communities. The interest free loans are subject to forgiveness depending on the economic viability of the borrowers' operations at a future date. If, in the future, repayment becomes impossible, the loans will then be converted to grants. Because of this possible future conversion, these funds received from the Province have not been taken into income but placed in trust and are included in funds shown as held in trust on the Balance Sheet. Should the $50,000 of interest free loans become uncollectible, a conversion of the $50,000 in trust will be applied on account of these loans. If the interst free loans are collected the amount in trust will be taken into income.

9. Loan Commitments and Contingent Liabilities

	1983	1982
Loan commitments - undisbursed balance of approved loans	$ 730,445	$ 809,637
Contingent liability - bank loan guarantees	100,000	40,000
	$ 830,445	$ 849,637

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Report of Assistance Granted or to be Granted for the year ended March 31, 1983

Auditor's Report

The foregoing report has been prepared by officials of the Communities Economic Development Fund and checked by my representatives with the records of the Fund which have been audited by us. In our opinion this report reflects the assistance granted or committed to be granted by the Fund for the year ended March 31, 1983.

W. K. Ziprick, C.A.,
Provincial Auditor.

June 28, 1983,
Winnipeg, Manitoba.

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Report of Assistance Granted or to be Granted for the year ended March 31, 1983

	Interest Rate	Term	Amount
Anderson, Jesse	12 1/2%	1 year	$ 10,000
Beef and Reef Restaurant Ltd.	17%	10 years	96,500
Churchill Arctic Enterprises Ltd.			
Bank guarantee	2% per annum	7 months	150,000
Bank guarantee	2% per annum	1 year	100,000
Clean Rite Cleaners (The Pas) Ltd.	14%	10 years	149,200
D & G Trading Ltd.	12 1/2%	4 months	10,000
Dear, John	12 1/2%	4 months	10,000
Farrow, Daniel	17 1/2%	2 months	10,000
Farrow, Daniel	16%	8 years	58,500
Fleming, Ivan	11 1/4%	7 years	104,000
George Davidson Steam Cleaning, The Pas	11 1/4%	2 years	4,000
Godfrey, Dorothy and/or Ronald	17 1/2%	4 years	35,000
Gold Trail Hotel Ltd.	12 1/2%	6 months	5,000
Grieves, William	11 1/2%	10 months	6,000
Interlake Reserves Tribal Council			
Company to be Incorporated	11 1/4%	10 years	150,000
Kirkness, Gordon Kenneth	11 1/4%	3 years	38,500
Lake Fresh Fish Products Inc.	16 3/4%	4 months	5,000
Lake Winnipegosis Development Corp.	12 1/2%	10 years	650,000
Merasty, Harry & Seonaid	16%	5 months	3,000
Mih-Ta Enterprises Inc.	11 1/4%	10 months	10,000
Nabess, Clifford	16%	3 years	9,700
North, Gilbert	12 1/2%	5 months	35,000
North, Gilbert	11 1/2%	3 years	7,000
Norway House Fishermen's Co-operative Ltd.	16 1/4%	3 years	41,375
Ottavio Budai Logging Contractors Ltd.	11 1/4%	3 years	25,000
Paint Lake Marina (1980) Ltd.	12 1/2%	10 years	190,000
Pielak, Percy and/or Pielak, Eva	11 1/2%	5 years	25,000
Pi Mi Chi Ka Mac	Nil %	On demand	43,500
Pi Mi Chi Ka Mac	Nil %	On demand	110,000
Romanyshen, Edward Walter	17 1/2%	3 years	37,000
Wilkes, David and/or Whatley, Ronald	17 1/2%	3 years	10,000
			$ 2,138,275

MEYERS
NORRIS
PENNY & Co.

CHARTERED ACCOUNTANTS

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J.D. STEWART, C.A.
G.A. HORNE JR., C.A.
D.L. RITCHIE, C.A.

AUDITORS' REPORT

We have examined the balance sheet of the Cooks Creek Conservation District No. 5 as at 31st December, 1982 and the statement of revenue and expenditure for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the District as at 31st December, 1982 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.
Chartered Accountants

31st March, 1983

BRANDON KILLARNEY NEEPAWA SOURIS VIRDEN WINNIPEG

Cooks Creek Conservation District No. 5

Balance Sheet as at 31st December, 1982

	1982 $	1981 $
Assets		
Current Assets		
Cash in bank	102,748	62,806
Accounts receivable	425	9,696
	103,173	72,502
Fixed Assets - at cost		
Equipment	478	478
Accumulated depreciation	219	100
	259	378
	103,432	72,880
Liabilities		
Conservation District Authority	30,770	41,569
Surplus		
Board and Sub District Account	70,359	29,180
Equipment Account	303	131
Emergency Reserve Account	2,000	2,000
	72,662	31,311
	103,432	72,880

Cooks Creek Conservation District No. 5

Statement of Board Account Revenue and Expenditure

For the Year Ended 31st December, 1982

	1982 $	1981 $
Revenue		
Province of Manitoba	177,720	152,827
Rural Municipality of Brokenhead	224	112
Rural Municipality of St. Anne	1,392	696
Rural Municipality of St. Clements	8,788	4,394
Rural Municipality of Springfield	93,891	46,946
Rural Municipality of Tache	8,720	4,360
Interest income	5,166	5,558
	295,901	214,893
Expenditure		
Administration		
Association dues	250	250
Board remuneration	5,747	5,150
Head office administration	503	355
Insurance	160	160
Office supplies	519	570
Professional fees	2,011	525
Salaries	1,876	1,219
Sundry	1	148
	11,067	8,377
Sub-District programs		
Lower Seine River	126,035	65,581
Cooks Creek	92,732	135,350
Bunn's Creek	24,888	6,180
	243,655	207,111
	254,722	215,488
Excess of Revenue over Expenditure	41,179	(595)
Account Balance - Beginning of Year	29,180	29,775
Account Balance - End of Year	70,359	29,180

Cooks Creek Conservation District No. 5

Statement of Equipment Account

For the Year Ended 31st December, 1982

	1982 $	1981 $
Revenue	703	582
Expenditure		
Gasoline and oil	185	194
Parts and repairs	152	91
Tools	74	66
Depreciation - 25% of cost	120	100
	531	451
Excess of Revenue over Expenditure	172	131
Account Balance - Beginning of Year	131	-
Account Balance - End of Year	303	131

Cooks Creek Conservation District No. 5

Statement of Sub-District Programs

For the Year Ended 31st December, 1982

	Lower Seine River #9 $	Cooks Creek #11 $	Bunn's Creek #12 $	1982 Total $	1981 Total $
Miscelleneous repairs	-	-	-	-	14,517
Weed and brush control	11,040	34,139	5,795	50,974	34,899
Channel maintenance	72,399	35,051	18,639	126,089	136,663
Culverts and structures	42.596	23,542	454	66,592	21,032
	126,035	92,732	24,888	243,655	207,111

Cooks Creek Conservation District No. 5

Statement of District and Provincial Contribution

For the Year Ended 31st December, 1982

	Share Percentage District %	Share Percentage Provincial %	Total Expenditure $	District Share $	Provincial Share $
Administration					
General	25	75	3,130	783	2,347
Other	100		1,687	1,687	
Head office		100	503		503
Remuneration					
General	25	75	5,747	1,437	4,310
Sub-District Program					
Lower Seine River	30	70	126,035	37,810	88,225
Cooks Creek	30	70	92,732	27,820	64,912
Bunn's Creek	30	70	24,888	7,466	17,422
			254,722	77,003	177,719

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the records of The Co-operative Loans and Loans Guarantee Board for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The particulars of the loan and loan guarantee transactions of the Board for the year ended March 31, 1983 are shown in the attached schedule. All administration expenses of the Board were paid by the Province of Manitoba from its appropriations.

In our opinion, the Schedule of Loan and Loans Guarantee Transactions presents fairly the transactions of the Board for the year ended March 31, 1983.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 30, 1983,
Winnipeg, Manitoba.

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

Schedule of Loan and Loans Guarantee Transactions for the year ended March 31, 1983

	Amounts Outstanding at March 31, 1982	Additions	Cancellations	Amounts Outstanding at March 31, 1983
Loans Guarantees:				
Boni Co-op Limited	$ 18,847	$ -	$ 18,847	$ -
Elm Creek & Community Co-operative Recreation Association Inc.	80,000	-	20,000	60,000
Grand Rapids Consumers Co-op Ltd.	18,094	-	11,234	6,860
Independent Co-operative Enterprises Inc.	3,000	-	3,000	-
Northern Co-operative Services Ltd.	40,000	-	40,000	-
Winnipegosis Co-operative Fisheries Ltd.	-	35,000	10,000	25,000
	$ 159,941	$ 35,000	$ 103,081	$ 91,860
Loan:				
Seymourville Consumers Co-op Ltd. (Note 1)	$ 4,169	$ -	$ 888	$ 3,281

Notes:

1. The principal repayment of $888 on the loan outstanding and interest earned on the loan for the year ended March 31, 1983 of $396 have been paid to the Province.

2. The Board previously obtained title to fixed assets owned by the South Indian Lake Co-op Fisheries Ltd. During the year ended March 31, 1983 the Board obtained proceeds of $13,055 from the rental of the fish processing plant. The proceeds have been paid to the Province.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE PROMOTION BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedule 1, of the Co-operative Promotion Board for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Co-operative Promotion Board as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 2 to the financial statements applied, except for the change in accounting policy explained in Note 2.a., on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 30, 1983,
Winnipeg, Manitoba.

Exhibit A

THE CO-OPERATIVE PROMOTION BOARD

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

	1983	1982
Current assets:		
Cash on hand and in bank	$ 105,469	$ 87,293
Accrued interest receivable	3,614	4,789
Term deposits - Province of Manitoba	152,000	126,000
Total current assets	261,083	218,082
Investment in bonds, at amortized cost, Schedule 1	64,075	89,467
	$ 325,158	$ 307,549

LIABILITIES AND EQUITY

Accounts payable	$ 844	$ -
Contributed capital:		
Provided under "The Wheat Board Money Trust Act" Cap. 291, R.S.M. 1954 (Note 1)	128,800	128,800
Retained earnings, Exhibit B	195,514	178,749
	$ 325,158	$ 307,549

Exhibit B

THE CO-OPERATIVE PROMOTION BOARD

Statement of Income and Retained Earnings
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income:		
Interest	$ 37,173	$ 42,838
Amortization of bond discounts	608	1,063
Total income	37,781	43,901
Expenditure:		
Grants:		
Le Conseil de la Cooperation	2,500	-
Red River Co-operative Ltd.	-	16,000
Co-op College of Canada - Manitoba Region	-	13,000
- Senior Co-op course	-	1,000
Mancorn Sales Co-op Ltd.	-	5,000
Special service grant (Note 3)	14,653	-
	17,153	35,000
General and administrative expenses:		
Audit fee	840	880
Board members' remuneration	600	680
Board members' travel	2,127	614
Gold medal prize	142	126
Sundry	154	131
	3,863	2,431
Total expenditure	21,016	37,431
Net income	16,765	6,470
Retained earnings, beginning of year	178,749	172,279
Retained earnings, end of year, Exhibit A	$ 195,514	$ 178,749

Schedule 1

THE CO-OPERATIVE PROMOTION BOARD

Schedule of Investments
as at March 31, 1983

	Par Value	Cost	Accumulated Discount Amortization	Amortized Cost
Manitoba Hydro-Electric Board, 7 1/4% bonds due on August 1, 1993	$ 67,000	$ 61,305	$ 2,770	$ 64,075

THE CO-OPERATIVE PROMOTION BOARD

Notes to the Financial Statements
as at March 31, 1983

1. Nature and objectives of the Board

The Co-operative Promotion Board operates under the terms of the Wheat Board Money Trust Act. The Board acts as a trustee for those surplus funds of the original Canadian Wheat Board which were apportioned to Manitoba by the Government of Canada. The total amount apportioned to Manitoba was $128,800 and is held in trust by the Board. The income earned on these funds may be used by the Board for purposes which are consistent with the following objectives specified in the Act:

a. To assist in the development and encouragement of co-operation amongst consumers, producers of natural products, and persons concerned in marketing natural products and in the organization and development of co-operative organizations.

b. To investigate laws relating to co-operative organizations in Manitoba, in other provinces of Canada and in other countries, and to study agencies for and methods of co-operative marketing, production and purchasing, and to report thereon with recommendations of approved matters to the Lieutenant-Governor-in-Council.

c. To promote the general welfare of producers of natural products in the Province and of co-operative organizations in the Province.

2. Accounting policies

a. Effective with the fiscal year ended March 31, 1983, the accrual basis of accounting was adopted whereas previously the expenditures were recorded on a cash basis. The effect of the change in policy resulted in an increase in administrative expenses of $844 for the fiscal year ended March 31, 1983.

b. Discounts on investments

Discounts on investment in bonds are amortized on a straight line basis over the life of the bond.

THE CO-OPERATIVE PROMOTION BOARD

Notes to the Financial Statements as at March 31, 1983

3. Special service grant

The amount of $14,653 was expended for the purchase and operation of a van which is assigned to an organization to provide a mobile grocery service to senior citizens. The Board intends to donate the van to a senior citizen's co-operative when it is formed to undertake this function.

4. Services provided by the Province

The Province of Manitoba provides the services of support staff and other miscellaneous administrative services at no charge to the Board.

MANITOBA
OFFICE OF THE PROVINCIAL AUDITOR
Legislative Building
Winnipeg, Manitoba
R3C 0V8

August 10, 1983.

Ms. Sonny Arrojado, Chairperson,
The Criminal Injuries Compensation Board,
333 Maryland Street,
Winnipeg, Manitoba.
R3G 1M2

Dear Ms. Arrojado:

Re: The Criminal Injuries Compensation Board

The audit of the accounts of the above-mentioned Board has been completed for the year ended March 31, 1983.

The financial transactions of the Board are processed by the Workers Compensation Board with funds advanced to it by the Province of Manitoba on an imprest fund basis. A statement of receipts and disbursements has been prepared for the fiscal year ended March 31, 1983, with 1982 figures for comparison, showing the transactions recorded through this account. A copy of the statement is attached for your information. The administrative charges by the Workers Compensation Board are recovered by a direct billing to the Province and are not reflected in this account.

Yours very truly,

W. K. Ziprick, C.A.,
Provincial Auditor.

MEN/hl

Att.

THE CRIMINAL INJURIES COMPENSATION BOARD

Statement of Receipts and Disbursements for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Receipts:		
Department of Attorney-General appropriation:		
Recovery of disbursements	$ 790,479	$ 572,179
Additional payment for working capital	-	20,000
Civil action restitutions	300	-
Sundry	2,576	3,369
	793,355	595,548
Disbursements:		
Compensation, medical and rehabilitation	428,989	306,515
Pensions	371,579	299,486
Bank charges	744	501
Restitutions refunded to Minister of Finance	300	-
	801,612	606,502
Receipts under disbursements	(8,257)	(10,954)
Bank balance (overdraft), beginning of year	(4,371)	6,583
Bank overdraft, end of year	$ (12,628)	$ (4,371)
Reconciliation of Working Capital Account:		
Payments received from Department of Attorney-General appropriation for working capital	$ 60,000	$ 60,000
Less: Disbursements recoverable from Department of Attorney-General at end of year	72,628	64,371
Disbursements under recovered	$ (12,628)	$ (4,371)

NOTE: In accordance with the Criminal Injuries Compensation Act, the Criminal Injuries Compensation Board awards pensions to victims of criminal acts. The pensions are paid from funds provided by the Province of Manitoba from the Consolidated Fund. The unfunded present value of the pensions awarded as at March 31, 1983 was determined by the Board to amount to $4,111,000 (1982 - $3,565,000).

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

LEAF RAPIDS TOWN PROPERTIES LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements , being Exhibits A, B and C and Schedule 1 of the Leaf Rapids Town Properties Ltd. for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Leaf Rapids Town Properties Ltd. as at March 31, 1983, the results of its operations for the year then ended and the changes in financial position in accordance with the accounting policies stated in Note 1 applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 7, 1983,
Winnipeg, Manitoba.

Exhibit A

LEAF RAPIDS TOWN PROPERTIES LTD.

Balance Sheet
March 31, 1983
with comparative figures for 1982

	1983	1982
ASSETS		
Cash and short-term deposits	$ 508,991	$ 568,280
Accounts receivable (note 2)	227,322	216,347
Prepaid expense and supplies	12,213	11,707
Developed lots held for resale (note 1(b))	220,375	214,823
Land, buildings and equipment, at cost less accumulated depreciation and cost recoveries (note 3)	6,410,385	6,628,406
Lease costs, net of amortization	7,900	9,320
	$ 7,387,186	$ 7,648,883
LIABILITIES AND SHAREHOLDER'S EQUITY		
Liabilities:		
Accounts payable and accrued expense	$ 96,535	$ 84,137
Long-term debt (note 4)	4,450,754	4,587,175
Total liabilities	4,547,289	4,671,312
Shareholder's equity:		
Capital stock (note 5)	2,621,100	2,621,100
Retained earnings	218,797	356,471
Total shareholder's equity	2,839,897	2,977,571
	$ 7,387,186	$ 7,648,883

See accompanying notes to financial statements.

Exhibit B

LEAF RAPIDS TOWN PROPERTIES LTD.

Statement of Income and Retained Earnings
Year Ended March 31, 1983
with comparative figures for 1982

	1983	1982
Operations (Schedule 1):		
Revenue	$ 1,162,761	$ 1,218,610
Operating expense	984,806	957,756
Depreciation and amortization	222,415	224,627
	1,207,221	1,182,383
Income (loss) from operations before the following items	(44,460)	36,227
Other income (expense):		
Income from land sales - net	-	67,054
Interest expense - net (note 6)	(83,550)	(34,093)
Corporation capital tax	(9,664)	(9,815)
	(93,214)	23,146
Net income (loss) for the year	(137,674)	59,373
Retained earnings, beginning of year	356,471	297,098
Retained earnings, end of year	$ 218,797	$ 356,471

See accompanying notes to financial statements.

Exhibit C

LEAF RAPIDS TOWN PROPERTIES LTD.

Statement of Changes in Financial Position
Year Ended March 31, 1983
with comparative figures for 1982

	1983	1982
Cash was provided by:		
Increase in accounts payable and accrued expense	$ 12,398	$ 8,532
Proceeds on disposal of land	-	88,354
Items not requiring or producing cash:		
Depreciation and amortization	222,415	224,627
Income from land sales, net	-	(67,054)
Total cash provided	234,813	254,459
Cash was used for:		
Net loss (income) for the year	137,674	(59,373)
Increase (decrease) in accounts receivable	10,975	(42,658)
Increase in prepaid expense and supplies	506	1,481
Increase in cost of developed lots held for resale	5,552	5,616
Additions to land, buildings and equipment	2,974	11,590
Reduction of long-term debt	136,421	141,979
Total cash used	294,102	58,635
(Decrease) increase in cash	(59,289)	195,824
Cash on hand, beginning of year	568,280	372,456
Cash on hand, end of year	$ 508,991	$ 568,280

See accompanying notes to financial statements.

Schedule 1

LEAF RAPIDS TOWN PROPERTIES LTD.

Schedule of Operating Revenue and Expense
Year Ended March 31, 1983
with comparative figures for 1982

	Revenue from Operations	Operating Expense	Depreciation and Amortization	Operating Income (Loss)	
				1983	1982
Rental property:					
Commercial:					
Town centre retail	$ 172,234	$ 38,500	$ 33,733	$ 100,001	$ 125,555
Town centre hotel	83,687	125,056	55,568	(96,937)	(43,376)
Commercial building	36,330	21,388	9,232	5,710	12,340
Industrial park	32,520	24,940	320	7,260	8,133
Mobile home park	35,814	18,525	348	16,941	15,513
Staff housing	13,008	8,005	2,524	2,479	(442)
Non-commercial:					
Recreation centre & municipal offices	186,942	119,433	67,509	-	-
Health centre	76,434	48,832	27,602	-	-
Administration of Town Centre complex:					
Common areas	205,267	202,671	24,040	(21,444)	(21,444)
Maintenance dept.	112,500	111,120	1,380	-	-
Property taxes	121,474	121,474	-	-	-
Insurance	24,311	24,311	-	-	-
Allied heating	25,192	25,192	-	-	-
General & administrative expenses	37,048	95,359	159	(58,470)	(60,052)
	$ 1,162,761	$ 984,806	$ 222,415	$ (44,460)	$ 36,227

See accompanying notes to financial statements.

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements
March 31, 1983

1. Summary of Significant Accounting Policies:

(a) Depreciation:

Depreciation on buildings and equipment is recorded at appropriate rates over the estimated useful lives of the related assets as follows:

Town Centre Building:

Retail, Whitewater Inn and common areas	2 1/2% straight-line
Commercial Building	5% straight-line
Staff housing	2 1/2% straight-line

Equipment:
Whitewater Inn - various rates from 10% to 20% straight-line
Other - various rates

Depreciation on the non-commercial component of the Town Centre Building, being the facilities leased to the Leaf Rapids School District, Leaf Rapids Health and Social Development Centre and the Town of Leaf Rapids, is recorded at amounts equivalent to the principal reduction of the Series B debentures. Basic rental payments made to the Corporation by these entities are equal to the required payments on the debentures. By March 31, 1995 sufficient funds will have been recovered to equal the total capital costs of these facilities.

(b) Developed lots held for resale:

Developed lots held for resale are valued at cost, including property taxes, survey and legal costs which are capitalized as incurred.

(c) Lease costs:

Lease costs are amortized over the terms of the leases to which they relate.

(d) Interest expense on income debentures, calculated in accordance with the methodology outlined in note 4 to the financial statements, is recorded in the year it is paid.

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements
March 31, 1983

2. Accounts Receivable:

The accounts receivable includes an amount of $193,780 (net), being administrative cost recoveries assessed to non-commercial tenants over the past eight years. The Corporation has reduced the amount originally assessed by $78,033 to an amount which it believes will be acceptable to the tenants. Discussions between the Corporation and the tenants are continuing in order to establish a collection program for these re-assessed amounts. The Corporation anticipates resolution of these discussions prior to March 31, 1984 and any adjustments required will be reflected in the 1983/84 financial statements.

3. Land, Buildings and Equipment:

	Cost				
	Land and Buildings	Equipment	Accumulated Depreciation	Cost Recoveries	Net Book Value
Rental property:					
Commercial:					
Town centre retail	$ 1,447,007	$ -	$ 261,064	$ -	$ 1,185,943
Town centre hotel	1,801,348	252,788	555,433	6,000	1,492,703
Commercial building	183,782	-	89,264	-	94,518
Mobile home park	142,881	3,487	3,020	-	143,348
Industrial park	560,417	-	-	-	560,417
Staff housing	82,881	8,486	21,603	-	69,764
Non-commercial:					
School and cinema	2,426,366	-	-	2,426,366	-
Recreation and municipal	1,815,113	-	-	417,190	1,397,923
Health centre	742,137	-	-	170,575	571,562
Exhibition centre	132,554	-	-	132,554	-
Other property:					
Town centre complex:					
Common areas	940,053	11,567	176,249	-	775,371
Expansion site	114,596	-	-	-	114,596
Other	-	20,916	16,676	-	4,240
	$ 10,389,135	$ 297,244	$ 1,123,309	$ 3,152,685	$ 6,410,385

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements
March 31, 1983

4. Long-term Debt:

Province of Manitoba:

$2,000,000 Series A 8.15% first mortgage debentures secured by the Corporation's land, buildings and equipment, repayable by equal annual instalments of principal and interest in the amount of $122,525 to March 31, 1996.

$4,808,000 Series B 8.15% first mortgage debentures secured by leases with the non-commercial tenants in the Town Centre, repayable by equal annual instalments of principal and interest in the amount of $263,376 to March 31, 1995, in accordance with the varying terms of the leases.

$2,450,000 10% income debentures secured by a floating charge on all assets of the Corporation, second to the first mortgage debentures, repayable by annual instalments equal to one-half of the prior year's cash flow of the Corporation. Such cash flow is determined as that generated from operations less principal repayments made on the debentures. Each annual instalment is applied firstly against annual interest and any remaining balance against principal. Any unpaid interest as a result of such annual repayments is non-cumulative.

During the year ended March 31, 1983, the following transactions have taken place:

	Series A Debentures	Series B Debentures	Income Debentures	Total
Balance, March 31, 1982	$ 1,001,386	$ 2,064,596	$ 1,498,577	$ 4,564,559
Annual principal instalments	40,913	-	-	40,913
Annual lease payments	-	95,111	-	95,111
	40,913	95,111	-	136,024
Balance, March 31, 1983	$ 960,473	$ 1,969,485	$ 1,498,577	$ 4,428,535
Other long-term debt:				
First mortgage on staff housing:				
Bank of Montreal				22,219
Total long-term debt				$ 4,450,754

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements
March 31, 1983

5. Capital Stock:

Authorized:

40,000 common shares, not to exceed $40,000
26,210 8.15% non-cumulative redeemable preferred voting shares, not to exceed $2,621,000.

	1983	1982
Issued and fully paid:		
100 common shares	$ 100	$ 100
26,210 preferred shares	2,621,000	2,621,000
	$ 2,621,100	$ 2,621,100

Ownership:
Ownership of all issued shares is held by the Minister of Finance, Government of Manitoba.

6. Interest expense - net:

	1983	1982
Series A debentures	$ 81,613	$ 84,696
Income debentures	79,114	58,956
	160,727	143,652
Interest income - trust deposits	77,177	109,558
	$ 83,550	$ 34,094

Interest expense on the Series B first mortgage debentures in the amount of $168,265 (1982 - $175,432) is included in operating expense in the statement of income and retained earnings.

Based on the cash flow of the Corporation for the year ended March 31, 1983, no payment on the income debentures will be required in the next fiscal year.

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements
March 31, 1983

7. Related Parties:

As previously noted ownership of all issued shares of the Corporation is held by the Minister of Finance, Province of Manitoba. In addition to capital stock held, the long-term debt described in note 4 and the interest expense described in note 6, the Corporation has the following balances with the Province of Manitoba and its agencies as at March 31:

	1983	1982
Trust deposits	$ 488,783	$ 546,642
Accounts receivable	12,038	9,658
Accounts payable	11,961	5,003

8. Guarantee:

On August 11, 1980, the Corporation entered into a guarantee of a lease obligation in the aggregate amount of $98,279 between Everton Enterprises Limited and First Canadian Leasing. The lease agreement provides for monthly payments of $1,404 for a term of 70 months maturing April 1986. The guarantee outstanding at March 31, 1983 is $50,544.

9. Vacated Properties in the Industrial Park:

Three leased properties have been vacated by the former lessees in the industrial park. Realty taxes owing on these properties by the lessees to the Town of Leaf Rapids amounted to $42,558 as of December 31, 1982. Lease cancellations are being arranged and realty taxes will be the responsibility of the Corporation.

LE CENTRE CULTUREL FRANCO-MANITOBAIN

RAPPORT DU BUREAU DU VERIFICATEUR PROVINCIAL

Nous avons examiné les états financiers, les Tableaux A, B, C, D, et E, de Le Centre culturel franco-manitobain pour l'année fiscale terminée le 31 mars, 1983. Notre vérification a été faite selon les normes de vérification généralement reconnues et par conséquent a compris des sondages et d'autres procédures que nous avons jugés nécessaires dans les circonstances.

A notre avis, ces états financiers, présentent fidèlement la situation financière de Le Centre culturel franco-manitobain au 31 mars, 1983 et les résultats de ses opérations pour l'année terminée à cette date conformément aux principes de comptabilité tels qu'énoncés dans la note 1 des états financiers et à la méthode de l'année précédente, excepté comme indiquer à note 1.

W. K. Ziprick, C.A.,
Vérificateur Provincial

Le 10 juin, 1983,
Winnipeg, Manitoba.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C, D, and E, of Le Centre culturel franco- manitobain for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements, present fairly the financial position of Le Centre culturel franco-manitobain as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except as indicated in note 1, on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

June 10, 1983,
Winnipeg, Manitoba.

Tableau/Exhibit A

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Bilan
au 31 mars, 1983
(avec les chiffres de 1982 pour comparaison)

ACTIF	1983	1982
Actif à court terme:		
En caisse	$ 39,904	$ 47,610
Octrois à recevoir	12,534	11,225
Autres comptes à recevoir	23,105	11,787
Dépenses payées à l'avance	9,729	10,041
	$ 85,272	$ 80,663

PASSIF	1983	1982
Passif à court terms:		
Comptes à payer	$ 24,073	$ 15,698
Dépôts pour loyers et dommage	3,850	2,850
Revenus reportés	922	-
	28,845	18,548
Octrois capitaux, Tableau B	11,571	-
Fonds Retenus pour Opérations Journalières et Entreprises Futures, Tableau C (note 1)	44,856	62,115
	$ 85,272	$ 80,663

Tableau/Exhibit A

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS	1983	1982
Current assets:		
Cash	$ 39,904	$ 47,610
Grants receivable	12,534	11,225
Other accounts receivable	23,105	11,787
Prepaid expenses	9,729	10,041
	$ 85,272	$ 80,663
LIABILITIES		
Current liabilities:		
Accounts payable	$ 24,073	$ 15,698
Rental and damage deposits	3,850	2,850
Unearned revenue	922	-
	28,845	18,548
Capital grants, Exhibit B	11,571	-
Funds Retained for Working Capital and Future Operations, Exhibit C (note 1)	44,856	62,115
	$ 85,272	$ 80,663

Tableau/Exhibit B

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Octrois Capitaux Recettes et Déboursés pour l'année se terminant le 31 mars, 1983 (avec les chiffres de 1982 pour comparaison)

	1983	1982
Fonds non dépensés au début de l'exercice	$ -	$ 31,285
Transactions pour l'année:		
Recettes - Gouvernement du Manitoba	40,000	31,025
Déboursés - ameublements et équipements	28,429	62,310
	11,571	(31,285)
Fonds non dépensés à la fin de l'exercice, Tableau A	$ 11,571	$ -

Tableau/Exhibit B

Statement of Capital Grants Receipts and Disbursements for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Unexpended funds, beginning of year	$ -	$ 31,285
Transactions for the year:		
Receipts - Government of Manitoba	40,000	31,025
Disbursements - furnishings and equipment	28,429	62,310
	11,571	(31,285)
Unexpended funds, end of year, Exhibit A	$ 11,571	$ -

Tableau/Exhibit C

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Fonds Retenus pour Opérations Journalières et Entreprises Futures
pour l'année se terminant le 31 mars, 1983
(avec les chiffres de 1982 pour comparaison)

	1983	1982
Solde au début de l'exercice	$ 62,115	$ 15,894
Transactions pour l'année:		
Revenus excédants (sous) les dépenses:		
Fonctionnement Général, Tableau D	(8,415)	33,124
Programmation Culturelle, Tableau E	(8,844)	13,097
	(17,259)	46,221
Solde à la fin de l'exercice, Tableau A	$ 44,856	$ 62,115

Tableau/Exhibit C

Funds Retained for Working Capital and Future Operations
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance beginning of year	$ 62,115	$ 15,894
Transactions for the year:		
Revenues over (under) expenditures:		
General Operations, Exhibit D	(8,415)	33,124
Cultural Programs, Exhibit E	(8,844)	13,097
	(17,259)	46,221
Balance end of year, Exhibit A	$ 44,856	$ 62,115

Tableau/Exhibit D

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Revenus et Dépenses - Fonctionnement Général
pour l'année se terminant le 31 mars, 1983
(avec les chiffres de 1982 pour comparaison)

Revenus:	1983	1982
Gouvernement du Manitoba - octroi de base	$ 215,000	$ 170,900
Loyers de salles (note 3)	100,874	92,054
Loyers des bureaux et restaurant (note 3)	33,990	34,924
Vente de concession	62,944	24,011
Intérêts	10,070	13,191
Billets Nevada - revenu net	9,912	3,911
Recouvrement de photocopies, timbres, et téléphone	17,484	8,160
Commissions	3,277	1,034
Services techniques	2,874	3,073
Stationnement et divers	932	2,521
Total des revenus	457,357	353,779
Dépenses:		
Salaires	208,571	139,274
Papeterie et dépenses des bureaux	19,170	10,887
Frais professionnels et de consultations	11,577	11,298
Téléphone	4,383	5,502
Réunions et déplacements	7,302	4,581
Publicité	14,197	7,213
Location d'équipement	8,958	2,911
Bénéfices des employés	12,362	9,578
Frais bancaires et intérêts	1,632	1,303
Assurances et permis	6,740	7,620
Réparation et entretien	19,293	16,927
Chauffage, éclairage, eau	43,349	36,787
Buanderie	3,138	1,996
Salaires occasionnels et travaux à contrat	13,669	7,776
Achats pour concession	36,263	14,652
Services du gymnase	25,126	23,438
Divers	1,110	1,683
Capital	28,932	17,229
Total des dépenses	465,772	320,655
Revenus excédants (sous) les dépenses, Tableau C	$ (8,415)	$ 33,124

Tableau/Exhibit D

Statement of Revenues and Expenditures - General Operations for the year ended March 31, 1983

(with 1982 figures for comparison)

	1983	1982
Revenues:		
Government of Manitoba - basic grant	$ 215,000	$ 170,900
Hall rentals (note 3)	100,874	92,054
Office and restaurant rentals (note 3)	33,990	34,924
Concession sales	62,944	24,011
Interest	10,070	13,191
Nevada tickets - net proceeds	9,912	3,911
Xerox, postage, and telephone recoveries	17,484	8,160
Commissions	3,277	1,034
Technical services	2,874	3,073
Parking and miscellaneous	932	2,521
Total revenues	457,357	353,779
Expenditures:		
Salaries	208,571	139,274
Stationery and office expenses	19,170	10,887
Professional and consulting fees	11,577	11,298
Telephone	4,383	5,502
Meetings and travel	7,302	4,581
Advertising	14,197	7,213
Equipment rental	8,958	2,911
Employee benefits	12,362	9,578
Bank charges and interest	1,632	1,303
Insurance and licenses	6,740	7,620
Repairs and maintenance	19,293	16,927
Heat, light, water	43,349	36,787
Laundry	3,138	1,996
Casual help and contract work	13,669	7,776
Concession purchases	36,263	14,652
Gymnasium services	25,126	23,438
Miscellaneous	1,110	1,683
Capital	28,932	17,229
Total expenditures	465,772	320,655
Revenues over (under) expenditures, Exhibit C	$ (8,415)	$ 33,124

Tableau/Exhibit E

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Revenus et Dépenses - Programmation Culturelle
pour l'année se terminant le 31 mars, 1983
(avec les chiffres de 1982 pour comparaison)

	1983	1982
Revenus:		
Octrois - Gouvernement du Canada (base)	$ 197.900	$ 178,000
- Gouvernement du Canada (spéciaux)	27,992	5,740
- Gouvernement du Manitoba	9,034	5,800
- autres	4,300	18.950
Admissions, cours, commissions et divers	64,934	68,197
Total des revenus	304,160	276,687
Dépenses: (note 4)		
Salaires	123,467	100,755
Bénéfices des employés	6,753	3,717
Frais professionnels	3,000	1,500
Achats de matériel et dépenses de bureaux	16,928	21,882
Téléphone	4,319	3,092
Loyers (note 3)	17,232	12,917
Réunions et déplacements	15,514	17,334
Publicité	23,992	25,520
Salaires occasionnels et travaux à contrat	87,724	68,697
Assurances et cotisations	3,189	2,910
Location d'équipement et divers	10,886	5,266
Total des dépenses	313,004	263,590
Revenus excédants (sous) les dépenses, Tableau C	$ (8,844)	$ 13,097

Tableau/Exhibit E

Statement of Revenues and Expenditures - Cultural Programs
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenues:		
Grants - Government of Canada (basic)	$ 197,900	$ 178,000
- Government of Canada (special)	27,992	5,740
- Government of Manitoba	9,034	5,800
- other	4,300	18,950
Admissions, courses, commissions and miscellaneous	64,934	68,197
Total revenues	304,160	276,687
Expenditures: (note 4)		
Salaries	123,467	100,755
Employee benefits	6,753	3,717
Professional fees	3,000	1,500
Program materials and office expenses	16,928	21,882
Telephone	4,319	3,092
Rent (note 3)	17,232	12,917
Meetings and travel	15,514	17,334
Advertising	23,992	25,520
Casual help and contract work	87,724	68,697
Insurance and dues	3,189	2,910
Equipment rental and miscellaneous	10,886	5,266
Total expenditures	313,004	263,590
Revenues over (under) expenditures, Exhibit C	$ (8,844)	$ 13,097

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Notes aux Etats Financiers
le 31 mars, 1983

1. Politique de comptabilité

a) Les états financiers de la Corporation ont été préparés suivant la méthode de comptabilité d'exercice, sauf en ce qui concerns les achats capitaux qui sont considérés comme dépenses à l'année d'acquisition. Le tableau D reflète ces acquisitions capitales, achetées de l'opération générale et le tableau B refléte celles achetées à travers un octroi spécial de dépenses capitales de la Province du Manitoba.

b) Effectif le ler avril 1982 les politiques de comptabilité pour les transactions des programmes culturels ayant rapport aux projets spéciaux et aux recouvrements de dépenses ont changé. Les revenus et les dépenses des projets spéciaux son maintenant divisé par le genre de transaction; auparavant ils étaient regroupés soit comme revenue ou dépense seulement. Les recouvrement de dépenses sont maintenant crédités au compte de dépense correspondant et ce compte est présenté sur une base nette; auparavant ces recouvrements étaient affectés au revenue. Les chiffres de l'an précédent sont mis au point pour qu'ils puissent conformer à la classification de comptabilité adoptée pour l'année en cours.

2. Un édifice à l'usage de Le Centre culturel franco-manitobain a été construit par la Province du Manitoba et la propriété a été enregistrée au nom de Sa Majesté, en droit du Manitoba.

3. Afin de refléter plus exactement le coût de la "Programmation Culturelle", la Corporation a entrepris d'inscrire comme dépenses de programmation, l'utilisation de ses propres locaux aux taux de $17,232 soit les taux courramment en vigueur et d'augmenter les revenus de Fonctionnement Général par un montant égal.

4. Les dépenses pour les programmes d'activités culturelles sont présentées au tableau E par le genre ou par le but de la dépense. Ces dépenses peuvent aussi être présentées sur la base d'activité ou de programme, comme suit:

	1983	1982
Fonctionnement générale	$ 44,291	$ 51,477
Co-ordination provinciale	1,392	8,376
Programmes d'information	35,997	31,053
Activités communautaires	79,385	50,539
Arts et métiers	34,444	35,425
Spectacles et cinéma	86,794	81,592
Colloque culturel provincial	7,111	-
Tournées théâtrales	6,590	-
Projets spéciaux	17,000	5,128
	$ 313,004	$ 263,590

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Notes to Financial Statements
March 31, 1983

1. Accounting Policies

   a) The Corporation's financial statements have been prepared using the accrual basis of accounting except for capital acquisitions which are recognized as expenditures in the year of acquisition. Exhibit D reflects those capital acquisitions purchased from General Operations and Exhibit B reflects those purchased with special capital grants from the Province of Manitoba.

   b) Effective April 1, 1982 the accounting policy for Cultural Program transactions related to special projects and expenditure recoveries was changed. Special project revenues and expenditures are now reflected by type of transaction; previously, they were reflected on a program basis. Expenditure recoveries are now deducted from the related expenditure account and reflected on a net basis; previously these recoveries were reflected as a revenue category. Prior year figures have been restated to conform to the accounting classifications adopted for the current year.

2. The building being used for the purposes of Le Centre culturel franco-manitobain has been constructed by the Province of Manitoba and the property is registered in the name of Her Majesty in right of Manitoba.

3. To reflect more accurately the cost of "Cultural Programs", the Corporation has recorded the program utilization of facilities by charging rent of $17,232 to Cultural Programs expenditures at a rate normally charged to other users and has increased revenues of General Operations by an equal amount.

4. Expenditures for cultural program activities have been presented in Exhibit E by type or purpose of expenditure. These expenditures may also be presented on the basis of program or activity, as follows:

	1983	1982
General program administration	$ 44,291	$ 51,477
Provincial co-ordination	1,392	8,376
Information program	35,997	31,053
Community activities	79,385	50,539
Arts and crafts program	34,444	35,425
Theatre and film program	86,794	81,592
Provincial cultural conference	7,111	-
Theatrical touring program	6,590	-
Special projects	17,000	5,128
	$ 313,004	$ 263,590

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedules 1 to 3 of The Legal Aid Services Society of Manitoba for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the position of the Fund of The Legal Aid Services Society of Manitoba as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in Note 1, Exhibit A, applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

August 30, 1983,
Winnipeg, Manitoba.

Exhibit A

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Fund
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Fund balance beginning of year	$ 17,733	$ 6,010
Excess of disbursements over (under) receipts, Exhibit B	7,691	(11,723)
Fund balance end of year	$ 10,042	$ 17,733
Fund balance represented by:		
Cash on hand and in bank	$ 91,880	$ 39,106
Outstanding reimbursement from the Province of Manitoba	-	925
Cheques issued and outstanding	(81,838)	(22,298)
Fund balance end of year	$ 10,042	$ 17,733

1. Significant Accounting Policies

a. The Society presents its financial statements on a cash basis, with the exception of accounting for grants from the Province of Manitoba. With respect to these grants, the Society takes into receipts amounts due from the Province for payments for private bar fees and disbursements made by the Society prior to March 31 of each year, when these are reimbursed by the Province out of funds voted for the year then ended. Additional information relating to the Society's operations concerning significant commitments, liabilities and receivables are presented below:

	March 31 1983	March 31 1982
Estimated total commitments for future billings on outstanding legal aid certificates	$ 3,102,000	$ 2,285,000
Approximate liability for legal aid certificate billings received but unpaid	$ 422,000	$ 325,000
Approximate liability for duty counsel billings received but unpaid	11,000	11,000
Approximate liability for unpaid general and administrative, Community Law Centre and Public Interest Department operating expenses	179,000	65,000
	$ 612,000	$ 401,000
Accounts receivable respecting contributions and judgements (without allowance for doubtful accounts)	$ 133,000	$ 107,000

Exhibit A

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Fund
as at March 31, 1983
(with 1982 figures for comparison)

1. Significant Accounting Policies (continued)

   b. In addition to agreements to pay, which are based on the client's ability to pay, contributions from clients also include a user fee of approximately $35.00 per certificate, except in cases where the client is receiving social assistance payments. As well, Area Directors have the discretion to waive the fee in cases of extreme hardship. This user fee is payable in advance and if it is collected by a private bar solicitor acting on behalf of the Society, it is recognized in the Society's records at the time of settlement of the private bar solicitor's billings. The policy of collecting a user fee was abolished effective May 1, 1982.

   c. In accordance with Manitoba Regulations 106/72 and 112/81, the Board of the Society may order that a holdback respecting private bar fees be established. Acting under this authority, the Board established holdbacks of 15% in respect of legal aid certificates approved during the year ended March 31, 1979 and 10% during the year ended March 31, 1980. No holdbacks were applied to legal aid certificates approved since the year ended March 31, 1980. The holdback is applicable regardless of when the billings for services are rendered. The holdback is payable only if funds are available at the end of the fiscal year in which the fee is actually paid. Holdbacks applied to billings paid during the fiscal year ended March 31, 1983 will not be paid by the Society.

2. Wards of Agencies

   Effective July 5, 1982, in accordance with signed agreements, the Society provides services to wards of agencies if they would otherwise be eligible for legal aid. The Society recovers the cost of the legal aid provided from the agencies.

3. Settlement of Claim

   The lawsuit filed against the Society by a former client, claiming negligence of a former staff lawyer, was settled, out of court, with the Society paying $15,000 to the claimant and $500 in costs. The Society subsequently recovered $4,000 from the former staff lawyer.

4. Public Interest Department

   The Society established a Public Interest Department in May, 1982 to furnish legal aid to groups in matters that involve objectives or interests common to members of the group and relating to an issue of public interest such as, but not restricted to, consumer or environmental issues.

Exhibit A

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Fund
as at March 31, 1983
(with 1982 figures for comparison)

5. Financial Eligibility Study

The Society has entered into an agreement with the Federal Department of Justice to conduct a study of financial eligibility criteria for legal aid recipients of Manitoba. The Society is to contribute $10,000 as well as to provide services and facilities to the researchers. The Society paid $5,000 during the fiscal year ended March 31, 1983 and will pay another $5,000 upon completion of the study. The Federal Department of Justice's contribution towards the study is $40,000.

6. General and Administrative Expenses

General and administrative expenses incurred to provide services of the Public Interest Department and the Society's other programs are reflected in the Schedule of General and Administrative Expenses.

Exhibit B

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Receipts and Disbursements
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Receipts:		
Province of Manitoba - grants (Note 1.a)	$ 4,877,700	$ 3,380,941
- salaries and other payments	1,951,992	1,673,539
Contributions from clients (Note 1.b)	107,258	133,095
Judgment costs and settlements	25,555	24,757
Recoveries - wards of agencies (Note 2)	6,531	-
Recovery - settlement of claim (Note 3)	4,000	-
Other	405	185
Total receipts	6,973,441	5,212,517
Disbursements:		
Private bar fees and disbursements:		
Legal aid certificates	4,081,586	2,784,815
Less: certificate holdbacks (Note 1.c)	9,703	26,751
	4,071,883	2,758,064
Duty counsel services	116,244	89,691
	4,188,127	2,847,755
Community Law Centres, Schedule 1	1,839,724	1,654,416
Public Interest Department, Schedule 2 (Note 4)	56,395	-
General and administrative, Schedule 3	863,580	683,435
Contribution to Law Society - Law Phone-In program	17,806	15,188
Settlement of claim (Note 3)	15,500	-
Total disbursements	6,981,132	5,200,794
Excess of disbursements over (under) receipts, Exhibit A	$ 7,691	$ (11,723)

Schedule 1

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Community Law Centres
Schedule of Operating Expenses
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Advertising and information	$ 2,007	$ 330
Advisory committee fees and expenses	277	1,870
Certificate disbursements	99,251	87,581
Duplicating services and supplies	20,688	19,813
Fly-in duty counsel program - travel	45,730	33,479
Furniture, equipment and leasehold improvements - net of disposals	4,846	3,360
Health and post secondary education tax levy	10,641	-
Library	22,621	19,417
Maintenance	16,208	12,652
Meetings and seminars	10,133	7,956
Office and postage	64,515	49,754
Rent	80,573	80,468
Salaries and benefits - professional	1,040,206	990,226
- clerical	303,703	241,936
Staff recruitment	2,017	880
Stationery and forms	2,682	2,501
Sundry	433	629
Telephone	47,779	42,758
Travel	52,017	47,706
Utilities	13,397	11,100
Total, Exhibit B	$ 1,839,724	$ 1,654,416

Schedule 2

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Public Interest Department
Schedule of Operating Expenses
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Expert witnesses and consultants	$ 3,541	$ -
Furniture, equipment and leasehold improvements - net of disposals	2,382	-
Health and post secondary education tax levy	457	-
Meetings and seminars	136	-
Salaries and benefits	46,254	-
Sundry	2,877	-
Travel	748	-
Total, Exhibit B	$ 56,395	$ -

Schedule 3

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Schedule of General and Administrative Expenses for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Advertising and information	$ 1,043	$ 1,600
Collections	4,858	1,698
Data processing	1,585	2,004
Directors' fees and expenses	30,453	8,344
Duplicating services and supplies	6,645	5,825
Financial eligibility study (Note 5)	5,000	-
Furniture, equipment and leasehold improvements - net of disposals	15,450	4,239
Health and post secondary education tax levy	4,153	-
Library	6,591	6,953
Maintenance	1,924	1,791
Meetings and seminars	5,021	3,267
Office and postage	53,124	36,925
Professional fees	16,534	18,389
Rent	49,708	46,881
Salaries, honoraria and benefits	608,552	506,608
Staff recruitment	-	575
Stationery and forms	13,084	13,523
Sundry	9,460	368
Telephone	17,083	12,189
Travel	9,907	10,034
Utilities	2,405	2,222
Total, Exhibit B	$ 863,580	$ 683,435

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE LIQUOR CONTROL COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of The Liquor Control Commission as at March 31, 1983 and the statements of profit and loss and cash flow and the schedule of sales, cost of sales and gross profit for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Liquor Control Commission as at March 31, 1983 and the results of its operations and its cash flow for the year then ended in accordance with accounting principles as disclosed in Note 1 applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

July 12, 1983,
Winnipeg, Manitoba.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

BALANCE SHEET
AS AT MARCH 31, 1983
($000's)

ASSETS

	1983	1982
Current Assets:		
Cash on hand and in banks	$ 1,792	$ 2,945
Accounts receivable - claims and other	194	253
Inventory (Note 2)	14,140	14,159
Prepaid expenses and supplies	199	266
	$ 16,325	$ 17,623

LIABILITIES

	1983	1982
Current Liabilities:		
Net profits payable to the Province of Manitoba	$ 4,646	$ 5,429
Accounts payable - trade and other	5,517	6,473
Manitoba Retail Sales Tax payable	1,458	1,035
Deferred licence fees	204	186
	11,825	13,123
Non-interest bearing working capital advance provided by the Province of Manitoba	4,500	4,500
	$ 16,325	$ 17,623

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED MARCH 31, 1983
($000's)

	1983	1982
Sales:		
Stores and liquor vendors (Note 3)	$ 166,933	$ 143,509
Licensees	121,886	102,067
	288,819	245,576
Cost of Sales:		
Stores, liquor vendors, licensees	90,823	85,788
Beer purchases for licensees	66,271	58,138
	157,094	143,926
Gross profit	131,725	101,650
Other income (Note 5)	6,058	6,002
	137,783	107,652
General and Administrative Expenses:		
Salaries and benefits	11,076	9,526
Superannuation	647	532
Alterations, maintenance and repairs	337	308
Audit, legal and other professional fees	127	182
Cleaning and caretaking	424	383
Corporation capital tax	9	7
Data processing - equipment rentals (Note 7)	200	164
Delivery charges	938	851
Grants in lieu of taxes	416	375
Health and post secondary education tax levy	127	-
Insurance	14	16
Light, heat, power and water	403	355
Printing, postage and stationery	253	211
Protective services	129	119
Public information services	118	61
Rentals - leased premises (Note 7)	1,144	981
Staff training	47	56
Telephone and telegraph	81	66
Travelling	57	56
Wrapping supplies	284	262
Miscellaneous	134	118
Chief Inspector's Division:		
Salaries and benefits	679	593
Operating expenses	148	153
Board of Commissioners - salaries and expenses	38	35
Licensing Board - salaries and expenses	43	36
	17,873	15,446
Operating profit before fixed assets charged to operations	119,910	92,206
Fixed assets charged to operations (Notes 1 & 6)	1,264	977
Net profit paid or payable to the Province of Manitoba	$ 118,646	$ 91,229

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

STATEMENT OF CASH FLOW
FOR THE YEAR ENDED MARCH 31, 1983
($000's)

	1983	1982
Cash Receipts:		
Sales - spirits, wine, beer	$ 288,819	$ 245,576
Basic and supplementary licence fees and other	6,135	5,935
Manitoba Retail Sales Tax	16,578	14,001
	311,532	265,512
Cash Disbursements:		
Purchases - merchandise, federal duty, excise and sales taxes, etc.	158,157	142,813
General and administrative expenses	17,699	15,701
Fixed assets charged to operations	1,245	845
Manitoba Retail Sales Tax	16,155	13,828
	193,256	173,187
Net cash available for transfer	118,276	92,325
Transfers to Minister of Finance:		
Current year profit	114,000	85,800
Prior year profit	5,429	4,634
	119,429	90,434
Excess of receipts over disbursements/transfers		$ 1,891
Excess of disbursements/transfers over receipts	$ 1,153	
Represented by decrease in cash in bank:		
Cash on hand and in bank April 1	$ 2,945	$ 1,054
Add excess of receipts over disbursements/transfers		1,891
Less excess of disbursements/transfers over receipts	1,153	
Cash on hand and in bank March 31	$ 1,792	$ 2,945

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

SCHEDULE OF SALES, COST OF SALES AND GROSS PROFIT
FOR THE YEAR ENDED MARCH 31, 1983
($000's)

	Spirits	Wine	Beer	Total
Sales:				
Stores and liquor vendors	$ 125,551	$ 29,651	$ 11,731	$ 166,933
Licensees	19,287	6,245	96,354	121,886
Total Sales for 1983	$ 144,838	$ 35,896	$ 108,085	$ 288,819
Total Sales for 1982	$ 127,177	$ 29,731	$ 88,668	$ 245,576
Cost of Sales:				
Stores, liquor vendors, licensees	$ 64,545	$ 19,613	$ 6,665	$ 90,823
Beer purchases for licensees	-	-	66,271	66,271
Total Cost of Sales for 1983	$ 64,545	$ 19,613	$ 72,936	$ 157,094
Total Cost of Sales for 1982	$ 61,108	$ 18,720	$ 64,098	$ 143,926
Gross Profit for 1983	$ 80,293	$ 16,283	$ 35,149	$ 131,725
Gross Profit for 1982	$ 66,069	$ 11,011	$ 24,570	$ 101,650
Gross Profit as a Percentage of Sales for 1983	55.4	45.4	32.5	45.6
Gross Profit as a Percentage of Sales for 1982	52.0	37.0	27.7	41.4

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1983
($000's)

1. ACCOUNTING POLICIES

The Commission follows generally accepted accounting principles with the following modifications:

a. Fixed Assets

Fixed assets are charged to operations in the year acquired except for assets under construction which are expensed when completed.

b. Pensions

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded liability for the Commission's employees amounted to $9,918 as at December 31, 1982.

2. INVENTORY AT COST

Inventory is composed of:

	1983	1982
In bond merchandise	$ 7,775	$ 8,481
Duty paid merchandise	6,365	5,678
	$ 14,140	$ 14,159

The amount of unpaid Customs, Excise duties and Sales tax on owned merchandise held in bond was approximately $4,352 at March 31, 1983 (1982 - $4,481).

3. SALES - STORES AND LIQUOR VENDORS

	1983	1982
Sales to liquor vendors	$ 29,145	$ 24,836
Volume discounts	(2,255)	(1,916)
	26,890	22,920
Store sales	140,043	120,589
	$ 166,933	$ 143,509

4. BEER PURCHASES FOR LICENSEES

Beer is mainly retailed through licensees and not through the Commission's stores. The gross profit for the current year on beer sold to the licensees, and through stores and liquor vendors as a percentage of sales, was 31.2% and 43.2% respectively. The overall gross profit as a percentage of sales of 32.5% reflects allowances to licensees for retailing.

5. OTHER INCOME

	1983	1982
Supplementary licence fees:		
Licensees	$ 2,666	$ 2,353
Brewers	2,158	2,141
Miscellaneous	530	821
Occasional permits, etc.	322	336
Basic licence fees	201	196
Commission for collecting Manitoba Retail Sales Tax	166	142
Liquor licensee application fees	13	11
Disposal of fixed assets	2	2
	$ 6,058	$ 6,002

6. FIXED ASSETS

Fixed assets charged to operations:

	1983	1982
Equipment and furnishings	$ 453	$ 281
Systems development	373	226
Leasehold improvements	369	41
Land and buildings	37	413
Automobiles	32	16
	$ 1,264	$ 977
Included in the above is the cost of fixed assets purchased for the Chief Inspector's Division	$ 30	$ 6

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1983
($000's)

7. LONG-TERM LEASES

a. The Commission owns 12 stores and leases 37 others. Leases have expiry dates ranging from 1983 to 2002.

The future minimum lease payments for each of the next five years are as follows:

Year Ending March 31	
1984	$730
1985	693
1986	664
1987	657
1988	838

b. The Commission leases Hewlett-Packard and Sperry Univac computer equipment. The lease on the Sperry Univac computer equipment expires July 31, 1985, while the lease on the Hewlett-Packard computer equipment expires February 28, 1987.

The future minimum lease payments for each of the years to the expiry of the contracts are as follows:

Year Ending March 31	
1984	$212
1985	212
1986	138
1987	93

8. MANITOBA RETAIL SALES TAX

In addition to the net profit of $118,646, the Commission remitted Manitoba Retail Sales Tax of $16,155 (1982 - $13,828) to the Province of Manitoba.

9. COMPARATIVE FIGURES

Prior year's comparative figures have been restated to conform to the classifications adopted for the fiscal year ended March 31, 1983.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A to E and Schedule 1, of The Manitoba Agricultural Credit Corporation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of The Manitoba Agricultural Credit Corporation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

June 20, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

The Agricultural Credit Corporation Act

	1983	1982
Cash:		
On hand and in bank	$ 26,014	$ 322,529
On deposit with the Minister of Finance	2,519,100	926,861
	2,545,114	1,249,390
Accounts receivable:		
Rent	354,704	398,946
Sale of real estate	80,507	-
Conditional incentive grants and accrued interest	122,100	134,038
Other	7,040	4,074
	564,351	537,058
Stocker program advances receivable (Note 3)	775,000	818,385
Mortgages, chattels and agreements for sale receivable (Note 4)	160,854,618	151,351,278
Promissory notes receivable (Note 5)	3,022,901	3,755,162
Security agreements receivable (Note 6)	1,094,009	-
Real estate (Note 7)	6,921,470	6,863,451
Unamortized debt discount and expense	81,175	87,542
	175,858,638	164,662,266

Part III of The Fisheries Act

	1983	1982
Cash on deposit with the Minister of Finance	35,696	164,992
Term deposit with the Minister of Finance	-	300,000
Prepaid expenses	701	586
Interest receivable from the Minister of Finance	-	5,424
Loans receivable, less allowance for doubtful accounts of $180,027 (1982 - $116,193)	2,698,996	1,862,012
	2,735,393	2,333,014
	$ 178,594,031	$ 166,995,280

The accompanying notes are an integral part of these financial statements.

Exhibit A

LIABILITIES

The Agricultural Credit Corporation Act

	1983	1982
Accounts payable:		
The Province of Manitoba	$ 655,972	$ 692,456
Other	1,404,105	1,185,135
	2,060,077	1,877,591
Trust accounts:		
Incentive grants	-	285
Rent paid in advance	48,693	13,111
Funds held pending disposition	31,356	18,412
	80,049	31,808
Advances from the Province of Manitoba (Note 8 a))	170,514,807	159,320,656
Reserve for Working Capital:		
Balance at beginning of year	3,432,211	3,432,211
Less: Excess of expenditure over revenue, Exhibit B	228,506	-
Balance at end of year	3,203,705	3,432,211
	175,858,638	164,662,266

Part III of The Fisheries Act

	1983	1982
Accounts payable	7,104	4,725
Advances from the Province of Manitoba (Note 8 b))	2,700,000	2,300,000
Reserves for Working Capital:		
Balance at beginning of year and end of year	28,289	28,289
	2,735,393	2,333,014
	$ 178,594,031	$ 166,995,280

Exhibit B

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Statement of Revenue and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Interest:		
Mortgages, chattels and agreements for sale	$ 15,814,948	$ 12,043,272
Promissory notes	426,144	475,079
Stocker program	124,559	149,758
Security agreements	14,352	
Cash on deposit with the Minister of Finance	3,738	2,665
Term deposit with the Minister of Finance	440,628	64,512
Real estate	834,994	1,266,458
Other	14,726	10,361
	17,674,089	14,012,105
Expenditure:		
Administration, Schedule 1	2,775,488	1,872,622
Financing charges, net:		
Interest on advances from the Province of Manitoba, amortization of debt discount and service charges	19,281,042	14,462,791
Less:		
Amount assumed by the Province of Manitoba (Note 2 b))	4,153,935	2,323,308
	15,127,107	12,139,483
	17,902,595	14,012,105
Excess of expenditure over revenue	$ 228,506	$

The accompanying notes are an integral part of these financial statements.

Exhibit C

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Part III of The Fisheries Act
Statement of Revenue and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Interest:		
Loans	$ 348,407	$ 242,683
Term deposit with the Minister of Finance	10,441	17,149
Grant from the Province of Manitoba re administration costs (Note 2 b))	320,056	265,144
	678,904	524,976
Expenditure:		
Administration costs:		
Salaries	209,277	180,279
Audit fees	6,120	5,415
Bad debts	100,903	28,876
Collection expenses	1,247	827
Corporation capital tax	170	170
Data processing	4,695	6,564
Employee benefits	10,041	9,655
Furniture and fixtures	1,477	735
Health and post secondary education tax levy	2,012	-
Miscellaneous	26	54
Postage	1,645	1,350
Rental of office premises	4,315	4,133
Stationery, supplies and equipment rentals	3,990	3,552
Telephone	7,214	6,389
Travelling	16,381	16,423
Workers compensation	822	722
	370,335	265,144
Financing charges, net:		
Interest on advances from the Province of Manitoba	308,569	342,827
Less: Amount assumed by the Province of Manitoba (Note 2 b))	-	82,995
	308,569	259,832
	678,904	524,976
Excess of revenue over expenditure	$ -	$ -

The accompanying notes are an integral part of these financial statements.

Exhibit D

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Statement of Receipts and Disbursements
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Receipts:		
Advances from the Province of Manitoba	$ 19,450,000	$ 39,700,000
Collections on account of mortgages, chattels and agreements for sale:		
Principal	8,683,357	7,112,151
Interest	15,218,116	10,684,138
Other charges	664,982	477,350
	24,566,455	18,273,639
Collections on accounts of promissory notes:		
Principal	641,371	534,028
Interest	413,544	420,216
	1,054,915	954,244
Collections on account of stocker program advances receivable:		
Principal	858,817	724,003
Interest	158,670	117,692
	1,017,487	841,695
Collections on account of security agreements receivable:		
Principal	33,827	-
Interest	79	-
	33,906	-
Interest:		
On cash on deposit with the Minister of Finance	3,738	2,665
On term deposit with the Minister of Finance	440,628	64,512
	444,366	67,177
Proceeds from term deposit	14,500,000	4,600,000
Proceeds from sale of real estate	154,918	529,931
Collections on account of land leasing	799,580	881,122
Collections on account of livestock incentive grants	14,085	34,014
Administration costs - Manitoba Interest Rate Relief Program	15,709	-
Miscellaneous	81,104	38,943
Trust account:		
Insurance claim proceeds	18,903	119,000
Real estate sales	68,871	184,719
	87,774	303,719
Total cash receipts	62,220,299	66,224,484
Cash on hand, in bank and on deposit with the Minister of Finance at beginning of year	1,249,390	237,048
	$ 63,469,689	$ 66,461,532

The accompanying notes are an integral part of these financial statements.

Exhibit D

	1983	1982
Disbursements:		
Mortgages and agreements for sale	$ 16,244,850	$ 39,737,046
Promissory notes	26,587	43,619
Stocker program	885,384	681,481
Land and building, purchases	40,115	36,625
Security agreements	1,113,543	-
Sundry charges on account of mortgages	662,157	478,247
Taxes charged on land leasing	182,136	180,060
Young farmer rebates	1,801,158	1,127,303
Financing charges paid to the Province of Manitoba: Interest on advances and service charges, net	15,117,205	12,122,510
Repayment of capital advances to the Province of Manitoba	8,255,849	4,047,667
Repayment of defaulted livestock inventive grants to the Province of Manitoba	37,530	106,016
Purchase of term deposits	14,500,000	4,600,000
Administration costs	1,972,761	1,663,517
Miscellaneous	10,370	12,302
Trust account:		
Province of Manitoba incentive grants	100	3,809
Other	74,830	371,940
	74,930	375,749
Total cash disbursements	60,924,575	65,212,142
Cash on hand, in bank and on deposit with the Minister of Finance at end of year	2,545,114	1,249,390
	$ 63,469,689	$ 66,461,532

Exhibit E

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Part III of The Fisheries Act
Statement of Receipts and Disbursements
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Receipts:		
Province of Manitoba:		
Advances	$ 700,000	$ 600,000
Grant re administration costs	320,056	348,139
	1,020,056	948,139
Collections on account of loans:		
Principal	2,203,796	2,769,667
Interest	313,217	215,063
	2,517,013	2,984,730
Interest on term deposit with the Minister of Finance	15,865	11,725
Sale of chattels	-	8,510
Proceeds from term deposit	300,000	-
Total cash receipts	3,852,934	3,953,104
Cash on deposit with the Minister of Finance at beginning of year	164,992	218,139
	$ 4,017,926	$ 4,171,243
Disbursements:		
Loans	$ 3,107,546	$ 3,128,711
Administration costs	266,115	234,713
Interest on advances from the Province of Manitoba	308,569	342,827
Purchase of term deposit	-	300,000
Repayment of advances from the Province of Manitoba	300,000	-
Total cash disbursements	3,982,230	4,006,251
Cash on deposit with the Minister of Finance at end of year	35,696	164,992
	$ 4,017,926	$ 4,171,243

The accompanying notes are an integral part of these financial statements.

Schedule 1

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Schedule of Administration Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparion)

	1983	1982
Salaries	$ 1,294,247	$ 1,127,161
Advertising	9,109	40,269
Audit fees	24,480	21,660
Bad debts - promissory notes	130,042	124,298
- mortgages, chattels and agreements for sale	468,385	52,680
- stocker program	35,842	43,080
- land lease program	172,214	35,180
Collection expenses	15,830	4,568
Corporation capital tax	20,593	20,593
Data processing	35,236	43,316
Directors' fees and expenses	32,428	21,473
Ear tags	5,713	2,262
Employee benefits	66,302	62,247
Guaranteed loan losses	106,248	17,445
Insurance	558	173
Health and post secondary education tax levy	14,837	-
Messenger service	4,345	2,980
Miscellaneous	986	1,089
Office furniture and equipment	30,095	4,774
Office rental, cleaning, light and power	75,634	69,595
Postage	21,860	19,304
Professional fees	6,046	6,135
Property taxes	29,768	15,811
Real estate maintenance	7,382	4,883
Relocation expenses	11,044	-
Stationery, office supplies and equipment rental	43,212	36,045
Telephone	27,544	21,922
Travelling	79,725	68,609
Workers compensation	5,783	5,070
Total administration expenditure, Exhibit B	$ 2,775,488	$ 1,872,622

The accompanying notes are an integral part of these financial statements.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1983

1. The Manitoba Agricultural Credit Corporation is incorporated under a specific statute of the Province of Manitoba, being Chapter A-10 of the Revised Statutes of Manitoba, 1970.

2. Significant accounting policies of the Corporation are as follows:

   a) The Corporation carries out the following programs:

      i) It provides and administers financial assistance to farmers to assist in the development of farms under its Act;

      ii) It provides and administers loans to commercial fishermen under the Manitoba Fisheries Act;

   and the Corporation accounts for each of these programs separately.

   b) In accordance with the Acts under which it operates, the amounts by which the expenditures of the programs it administers exceed the related revenues may be recovered from the Province from its appropriations.

   c) The Corporation operates on an accrual basis of accounting except for the following:

      i) Equipment and office furniture are charged to operations in the year of acquisition.

      ii) Revenue from real estate is not offset by depreciation on farm buildings and equipment acquired together with land purchased for the land leasing operations.

      iii) In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees amounted to $931,809 at December 31, 1982 (1981 - $800,352).

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1983

3. Stocker program advances receivable consisted of the following at March 31:

	1983	1982
Renewable interest bearing advances, 18 month term	$ 863,108	$ 872,135
Interest free advances, 12 month term discontinued in 1975-76	45,139	46,546
Interest bearing advances under programs discontinued in 1974-75	78,399	75,332
Accrued interest	1,668	1,844
	988,314	995,857
Less: Allowance for doubtful accounts	213,314	177,472
	$ 775,000	$ 818,385

4. A summary of mortgages, chattels and agreements receivable by years in which the instalments become due is as follows:

Receivable In	1983	1982
1 year	$ 14,218,961	$ 12,815,613
2 years	3,272,823	4,348,186
3 years	3,338,874	2,974,197
4 years	3,629,572	2,970,825
5 years	3,819,391	3,200,599
6 - 10 years	19,364,108	16,171,262
Over 10 years	113,626,619	108,949,755
	161,270,348	151,430,437
Less: Allowance for doubtful accounts	415,730	79,159
	$ 160,854,618	$ 151,351,278

At March 31, 1983, accrued interest of $9,396,377 (1982 - $7,886,122) and arrears of $3,938,804 (1982 - $2,787,000) are shown as maturing in one year. Prepayments of principal from borrowers of $3,644,775 (1982 - $2,562,717) have reduced the principal which would have normally become due in one year.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1983

5. Promissory notes receivable are comprised mainly of loans made under the Farm Diversification Plan Program of the Province of Manitoba. Since 1976, those loans, which have been made for the purchase of livestock and equipment, have been secured by means of lien notes on the said livestock and equipment. Other loans under this program are unsecured. This program was terminated in December 1978. A summary of promissory notes receivable by years in which the instalments become due is as follows:

Receivable In	1983	1982
1 year	$ 1,537,128	$ 1,494,600
2 years	528,643	550,194
3 years	398,552	550,415
4 years	327,464	417,227
5 years	223,764	348,632
6 - 10 years	575,446	731,461
Over 10 years	137,940	251,302
	3,728,937	4,343,831
Less: Allowance for doubtful accounts	706,036	588,669
	$ 3,022,901	$ 3,755,162

At March 31, 1983, accrued interest of $222,817 (1982 - $256,878) and arrears of $881,329 (1982 - $786,851) are shown as maturing in one year. Prepayments of principal from borrowers of $98,956 (1982 - $95,891) have reduced the principal which would have normally become due in one year.

6. Security agreements receivable consist of advances totalling $1,094,009 made to farmers who are registered with the Manitoba Beef Comission. These advances are mainly repayable to the Corporation within fourteen months of disbursement.

At March 31, 1983, accrued interest of $14,272 and arrears of $2,842 are included in the total security agreements receivable.

7. Real estate consists of purchases for the land lease program, at cost, and foreclosures, at the lower of the foreclosed amounts or appraised values.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements for the year ended March 31, 1983

8. The advances from the Province of Manitoba consisted of the following at March 31:

a) The Agricultural Credit Corporation Act:

	1983	1982
Advances repayable in instalments	$ 151,664,807	$ 140,470,656
Advances repayable at maturity	18,850,000	18,850,000
	$ 170,514,807	$ 159,320,656

Advances repayable in instalments:

These advances are repayable in equal annual blended principal and interest instalments by series. The final instalment for the longest series is due on March 31, 2013. The interest rates are as follows: 7.5% - $47,429,110, 9.25% - $791,462, 9.625% - $643,505, 10.4% - $886,238, 10.55% - $4,482,145, 11.25% - $564,000, 11.375% - $4,089,000, 11.875% - $2,115,000, 12% - $28,598,682, 12.375% - $2,256,000, 12.75% - $282,000, 12.875% - $4,794,000, 13.625% - $13,562,013, 14.5% - $4,773,854, 14.85% - $42,562, 14.875% - $130,000, 15% - $480,000, 15.625% - $528,984, 15.75% - $70,000, 15.875% - $1,240,000, 16.125% - $30,000, 16.25% - $716,642, 16.375% - $2,074,181, 16.4% - $614,331, 16.5% - $9,214,503, 16.6% - $2,615,617, 16.625% - $290,000, 16.75% - $135,000, 16.875% - $15,164,954, 17% - $1,701,024, 17.375% - $500,000, 17.625% - $80,000, 17.75% - $770,000

Advances repayable at maturity:

These advances are $10,000,000 - 9.625% due May 1, 1989 and $8,850,000 - 12.74% due March 3, 2000.

b) Part III of The Fisheries Act:

	1983	1982
Advances repayable on demand, interest payable at prime rates	$ 2,700,000	$ 2,000,000
Advances repayable on November 13, 1982 without interest	-	300,000
	$ 2,700,000	$ 2,300,000

9. During the year ended March 31, 1983, the Corporation sold 9 of its properties. The results were as follows:

	Number of Properties	Sales Proceeds	Acquisition Cost (Note 7)	Gain
Sales to Lessees:				
Outside Financing	6	$ 233,458	$ 183,500	$ 49,958
Corporation Financing	3	85,470	69,095	16,375
	9	$ 318,928	$ 252,595	$ 66,333

The gains of $49,958 and $16,375 on sales to lessees resulted from adjustments on the exercise of purchase options by lessees of the previously charged lease rates to the lending rates in effect at the date of the lease. The total gain of $66,333 (1982 - $460,394) has been included in real estate revenue of $834,994 (1982 - $1,266,458).

10. Funds approved but not disbursed as at March 31 amounted to:

	1983	1982
a) The Agricultural Credit Corporation Act:		
Direct loans	$ 6,237,900	$ 5,126,100
Corporate loans	387,400	237,400
Stocker program	430,900	300,000
Land lease program	900	1,000
Crown land loans	-	434,200
Security agreements	503,000	-
Beef producers' income assurance plan loans	-	3,000
	$ 7,560,100	$ 6,101,700

The Corporate loans amount includes $237,400 which represents performance bond guarantees to agricultural marketing agencies.

	1983	1982
b) Part III of The Fisheries Act:		
Direct loans	$ 271,900	$ 336,500

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1983

11. At March 31, 1983, the Corporation was contingently liable as guarantor of loans made under The Agricultural Credit Corporation Act by lending institutions as follows:

a) The Corporation is liable under its guarantee for losses sustained by the lending agencies on loans to individual farmers but the amount of liability to any one agency cannot exceed 10% of the total guaranteed loans made by the agency during a guarantee period. At March 31, the Corporation's contingent liability on the basis of 10% of loans made by agencies during various guarantee periods was:

	1983	1982
For the three year guarantee period ended December 31, 1971	$ -	$ 5,200
For the thirty-nine month guarantee period ended March 31, 1981	89,958	175,870
For the current three year period ending March 31, 1984	615,124	301,571
	$ 705,082	$ 482,641

b) The Corporation also fully guarantees loans to individuals for the purpose of farming. At March 31, 1983, these guaranteed loans amounted to $1,717,302 (1982 - $2,001,888).

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA ARC AUTHORITY INCORPORATED

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B of the Manitoba Arc Authority Incorporated for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Manitoba Arc Authority Incorporated as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policy stated in Note 2 to the financial statements applied on a basis consistent with that of the preceding period.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 16, 1983,
Winnipeg, Manitoba.

Exhibit A

MANITOBA ARC AUTHORITY INCORPORATED

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Cash in bank	$ 1	$ -
Share subscription receivable	-	1
	$ 1	$ 1
SHAREHOLDER'S EQUITY		
Share capital:		
Authorized:		
40,000 common shares, with a maximum consideration of $40,000		
Issued and fully paid:		
1 common share	$ 1	$ 1
	$ 1	$ 1

Exhibit B

MANITOBA ARC AUTHORITY INCORPORATED

Statement of Receipts and Disbursements
for the year ended March 31, 1983
(with figures for the period from
July 14, 1981 to March 31, 1982 for comparison)

	1983	1982
Receipts:		
Funds received from the Province of Manitoba	$ 171,898	$ 96,530
Disbursements:		
Professional fees	$ 124,873	$ 54,845
Office rentals	23,433	17,874
Project costs	12,453	-
Postage and telephone	2,926	1,741
Printing and stationery	1,582	1,608
Management board expenses	1,085	-
Other	4,691	3,272
	171,043	79,340
Refund of funds received	855	17,190
	$ 171,898	$ 96,530

MANITOBA ARC AUTHORITY INCORPORATED

Notes to Financial Statements
for the year ended March 31, 1983

1. Incorporation

The Manitoba ARC Authority Incorporated was incorporated and registered under the Corporation's Act of Manitoba on July 14, 1981, to serve as the mechanism for project implementation on behalf of the Province of Manitoba under the Canada-Manitoba Agreement for Recreation and Conservation on the Red River Corridor (ARC Agreement).

One (1) common share was issued to the Minister of Finance for the Province of Manitoba on August 5, 1981 for the consideration of $1.00.

2. Accounting Policy

The Authority operates on the cash basis of accounting, receiving reimbursement for all of its disbursements from the Government of the Province of Manitoba from an appropriation of the Department of Urban Affairs.

3. Commitments

As at March 31, 1983, the Authority was responsible for the following commitments:

Professional fees - various	$ 43,310
Lease for premises to March 31, 1985	40,608
	$ 83,918

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA ARTS COUNCIL

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being the balance sheet, statements of income and expenditures, retained income, Jack Hassard Memorial Trust, and deficit reduction program reserve and the schedules of operating expenditures, of the Manitoba Arts Council for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Manitoba Arts Council as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

June 30, 1983,
Winnipeg, Manitoba.

MANITOBA ARTS COUNCIL

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

	1983	1982
Cash and term deposits	$ 641,883	$ 389,039
Marketable securities, at cost (market value 1983 - $42,163; 1982 - $32,584)	37,000	37,000
Accounts receivable:		
Accrued interest	3,584	8,706
Other	14,004	8,330
Prepaid expenses	721	37
Interest free advance to the Winnipeg Symphony Orchestra Inc.	125,000	125,000
	$ 822,192	$ 568,112

LIABILITIES

	1983	1982
Accounts payable and accrued liabilities	$ 13,864	$ 6,901
Unpaid commitments on operating grants and programs	299,250	152,057
Interest free advance from the Province of Manitoba	125,000	125,000
	438,114	283,958

SURPLUS

	1983	1982
Jack Hassard Memorial Trust	2,500	2,500
Deficit Reduction Program Reserve	-	45,833
Program Development Fund (Note 2)	150,000	150,000
Retained income	231,578	85,821
	384,078	284,154
	$ 822,192	$ 568,112

MANITOBA ARTS COUNCIL

Statement of Income and Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income:		
Province of Manitoba, general grant (Note 3)	$ 1,233,000	$ 912,500
Province of Manitoba, special grant	22,000	-
Western Lottery - Manitoba Distributor Inc.	1,258,027	1,085,029
Investment income	51,513	50,239
Donations	-	1,600
	2,564,540	2,049,368
Expenditures:		
Operating grants and programs:		
Dance	478,379	398,625
Interdisciplinary	105,811	54,095
Literary Arts	135,931	87,339
Music and Opera	603,771	464,204
Theatre	631,956	492,235
Visual Arts	292,560	156,714
Total operating grants and programs	2,248,408	1,653,212
Administrative	229,834	162,653
Total expenditures	2,478,242	1,815,865
	86,298	233,503
Rescinded grant commitments	13,626	4,654
Excess of income over expenditures before allocation from (to) Deficit Reduction Program Reserve and Program Development Fund	99,924	238,157
Allocation from (to) Deficit Reduction Program Reserve	45,833	(43,822)
Allocation from (to) Program Development Fund	-	(150,000)
Excess of income over expenditures for the year	$ 145,757	$ 44,335

MANITOBA ARTS COUNCIL

Statement of Retained Income
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Retained income at beginning of year	$ 85,821	$ 41,486
Excess of income over expenditures for the year	145,757	44,335
Retained income at end of year	$ 231,578	$ 85,821

MANITOBA ARTS COUNCIL

Statement of the Jack Hassard Memorial Trust
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance at beginning of year	$ 2,500	$ 2,500
Interest earned	260	380
	2,760	2,880
Paid to Portage la Prairie and District Arts Council	260	380
Balance at end of year	$ 2,500	$ 2,500

MANITOBA ARTS COUNCIL

Statement of Deficit Reduction Program Reserve
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance at beginning of year	$ 45,833	$ 62,989
Allocation from (to) income and expenditures	(45,833)	43,822
Received from the Province of Manitoba	-	115,000
	-	221,811
Payments made during year:		
Contemporary Dancers Inc.	-	12,745
Le Cercle Moliere Inc.	-	3,113
Manitoba Theatre Centre	-	30,455
Manitoba Chamber Orchestra	-	1,360
Manitoba Theatre Workshop	-	11,892
Winnipeg Centennial Folk Festival	-	4,390
The Royal Winnipeg Ballet	-	112,023
	-	175,978
Balance at end of year	$ -	$ 45,833

MANITOBA ARTS COUNCIL

Notes to Financial Statements
for the year ended March 31, 1983

1. Accounting Policies

(a) Operating grants and program costs are reflected as expenditures in the accounts when funding is formally approved and committed by Council. Rescinded operating grant and program commitments are reflected in the period in which the decision is made.

(b) The Manitoba Arts Council is a member of the Western Lottery-Manitoba Distributor Inc. and is entitled to a one-fourth share of the Corporation's net income. The Council's policy is to reflect this income in its financial statements on a cash basis.

2. Program Development Fund

A Program Development Fund was established by the Council to initiate new programs and expand existing programs which are developmental in nature and which have been identified by the Council as a priority. No such programs have yet been identified by Council.

3. General Grant

The General Grant from the Province of Manitoba of $1,233,000 includes an amount of $15,000 as a specific grant to cover a portion of the long-term commitment of the Province to assist in retiring the 1973-74 accumulated deficit of the Royal Winnipeg Ballet. This grant was paid to the Royal Winnipeg Ballet by the Council prior to March 31, 1983. One annual installment remains to be paid to satisfy this long-term commitment.

4. Lease Commitments

Council has entered lease agreements for office premises, as follows:

(a) 374 Donald Street, Winnipeg, $750 per month until December 31, 1983

(b) 93 Lombard Street, Winnipeg, basic rental of $30,000 per year, excluding escalation clauses as to taxes, maintenance, and mortgage interest, until April 30, 1988.

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Dance		
Operating grants to organizations:		
Contemporary Dancers Inc.	$ 90,000	$ 73,000
The Royal Winnipeg Ballet:		
General	330,000	275,000
Deficit (Note 3)	15,000	15,000
The School of the Royal Winnipeg Ballet	15,000	12,500
Sub-total	450,000	375,500
Arts Exposure program, net of amount recovered from schools/communities (1983 - $6,588; 1982 - $2,470)	10,193	17,975
Creative Arts program	17,086	4,150
Student Aid program	1,100	1,000
Total	478,379	398,625
Interdisciplinary		
Arts Exposure program, net of contribution from the Department of Education (1983 - $16,500; 1982 - $15,000)	50,712	21,662
Student Aid program	1,200	-
Contact program	34,050	23,896
Touring subsidies	-	6,300
Special projects	19,849	2,237
Total	105,811	54,095

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Literary Arts		
Operating block grants to publishers	56,330	37,438
Arts Exposure program, net of amount recovered from schools/communities (1983 - $5,470; 1982 - $3,084)	22,831	12,933
Creative Arts program	35,320	29,820
Touring program	4,500	-
Special projects	16,950	7,148
Total	135,931	87,339
Music and Opera		
Operating grants to organizations:		
Aurora Musicale	-	3,000
Canadian Music Competition	2,000	2,000
Manitoba Chamber Orchestra Inc.	14,800	10,000
Manitoba Opera Association Inc.	77,600	65,000
Music Inter Alia	7,250	6,000
National Youth Orchestra	4,000	1,250
S.C. Eckhardt-Gramatte Competition	4,000	4,000
Winnipeg Symphony Orchestra Inc.	350,000	260,000
Winnipeg Centennial Folk Festival	36,250	25,000
Sub-Total	495,900	376,250
Arts Exposure program, net of amount recovered from schools/communities (1983 - $11,398; 1982 - $6,175)	24,943	21,448
Creative Arts program	31,606	18,304
Student Aid program	16,400	22,800
Touring program	12,727	6,102
Special projects	22,195	19,300
Total	603,771	464,204

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Theatre		
Operating grants to organizations:		
Le Cercle Moliere Inc.	42,000	35,000
Manitoba Puppet Theatre	25,000	20,000
Manitoba Theatre Centre	285,000	240,000
Prairie Theatre Exchange	60,000	45,000
National Theatre School of Canada	2,000	1,500
Rainbow Stage Inc.	80,000	65,000
Sub-total	494,000	406,500
Arts Exposure program, net of amount recovered from schools/communities (1983 - $9,611; 1982 - $6,100)	26,854	27,856
Creative Arts program	26,900	27,729
Student Aid program	5,900	6,600
Touring program	41,007	8,550
Special projects	37,295	15,000
Total	631,956	492,235
Visual Arts		
Operating grants to organizations:		
Arthur Street Gallery/Plug In Inc.	20,000	15,000
Canadian Artists Representation (Manitoba)	10,000	7,500
Manitoba Crafts Council	9,000	-
Winnipeg Film Group	12,000	6,980
Sub-total	51,000	29,480
Arts Exposure program, net of amount recovered from schools/communities (1983 - $3,941; 1982 - $4,625)	22,984	11,615
Creative Arts program	164,704	82,767
Student Aid program	1,800	6,100
Special projects	52,072	26,600
Ten Cent Art program	-	152
Total	292,560	156,714
Total operating grants and program expenditures	$ 2,248,408	$ 1,653,212
Summary		
Operating grants	$ 1,547,230	$ 1,225,168
Program expenditures	701,178	428,044
	$ 2,248,408	$ 1,653,212

MANITOBA ARTS COUNCIL

Schedule of Administrative Expenditures for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Advertising	$ 3,523	$ 1,413
Bank charges	330	81
Consultants fees	18,542	8,530
Council meetings	2,840	2,995
Equipment rentals	342	215
Furniture and equipment	9,606	1,648
Health and post secondary education tax levy	1,714	-
Insurance	37	197
Miscellaneous	1,916	1,896
Office rent	8,445	4,020
Office supplies	2,706	1,505
Printing and stationery	10,081	10,844
Professional fees	3,360	2,975
Relocation costs	5,006	-
Salaries and benefits	150,044	115,914
Staff development	150	465
Telephone	3,014	2,288
Travel - council members	3,746	2,531
Travel - staff	4,432	5,136
Total administrative expenditures	$ 229,834	$ 162,653

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA BEEF COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C, D and E, of The Manitoba Beef Commission for the period ending March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Beef Commission as at March 31, 1983 and the results of its operations for the period then ended in accordance with the accounting principles stated in note 2 to the financial statements.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

November 15, 1983,
Winnipeg, Manitoba.

THE MANITOBA BEEF COMMISSION

EXHIBIT A

Balance Sheet
as at March 31, 1983

ASSETS

PRODUCER FUND

Funds on Deposit with the Minister of Finance	$ 452,181
Accounts Receivable from Packers and Auction Marts	890,316
Receivable from Stabilization Fund	189,920
	1,532,417

STABILIZATION FUND

Funds on Deposit with the Minister of Finance	270,649
Premiums Receivable from:	
Province of Manitoba	344,939
Producers	414,620
Receivable from Producer Fund	75,690
Advance Receivable from the Province of Manitoba	461,828
	1,567,726

PRODUCTIVITY ENHANCEMENT GRANT FUND

Accounts Receivable from Province of Manitoba	154,850

ADMINISTRATION FUND

Funds on Deposit with the Minister of Finance	(6,995)
Accounts Receivable from:	
Producers	10,529
Producer Fund	2,805
Inventory - Ear Tags, Insertion Tools	28,820
	35,159
	$ 3,290,152

EXHIBIT A

LIABILITIES

PRODUCER FUND

Accounts Payable to:	
Administration Fund	$ 2,805
Stabilization Fund	75,690
Producers	1,446,589
Other	7,333
	1,532,417

STABILIZATION FUND

Accounts Payable to:	
Producers - Retroactive Marketing	937,477
Producer Fund	189,920
Advance from the Province of Manitoba (Note 3)	3,999,856
	5,127,253
Excess of Stabilization Payments over Revenues, Exhibit C	(3,559,527)
	1,567,726

PRODUCTIVITY ENHANCEMENT GRANT FUND

Productivity Enhancement Grants Payable	154,850

ADMINISTRATION FUND

Accounts Payable and Accrued Charges	18,786
Funds Retained for Working Capital and Future Operations, Exhibit E	16,373
	35,159
	$ 3,290,152

EXHIBIT B

THE MANITOBA BEEF COMMISSION

Producer Fund
Statement of Pool Operations
for the month of March 1983

	Finished Cattle	Unfinished Cattle	Total
Revenue:			
Proceeds on Sale of Cattle	$ 2,099,296	3,799,800	$ 5,899,096
Packer and Insurance Claims	1,968	-	1,968
Total Revenue	$ 2,101,264	3,799,800	$ 5,901,064
Distribution:			
Assessments:			
Producer Premiums, Exhibit C	$ 105,705	240,605	$ 346,310
Marketing Fees, Exhibit E	10,669	-	10,669
	116,374	240,605	356,979
Deductions and Direct Charges:			
Assembly Fees, etc.	4,663	-	4,663
Freight	967	-	967
Insurance	185	-	185
Manitoba Cattle Producers Association dues	30	408	438
Net Pool Adjustments to Administration Fund, Exhibit E	261	54	315
	6,106	462	6,568
Producer Settlement Payments	1,978,784	3,558,733	5,537,517
Total Distribution	$ 2,101,264	3,799,800	$ 5,901,064

EXHIBIT C

THE MANITOBA BEEF COMMISSION

Stabilization Fund
Statement of Revenue and Expenditure
for the seven months ending March 31, 1983

Revenue:	
Producer Premiums:	
Retroactive Marketings	$ 2,816,344
Producer Fund, Exhibit B	346,310
Direct from Producer	29
	3,162,683
Provincial Premiums	1,624,442
Total Revenue	4,787,125
Stabilization Payments:	
Retroactive Deficiency	7,930,499
Pool Deficiency	416,153
Total Stabilization Payments	8,346,652
Excess of Stabilization Payments over Revenue, Exhibit A	$ 3,559,527

EXHIBIT D

THE MANITOBA BEEF COMMISSION

Productivity Enhancement Grant Fund
Statement of Revenue and Expenditure
for the seven months ending March 31, 1983

Revenue	
Grant from the Province of Manitoba	$ 13,722,220
Expenditure	
Productivity Enhancement Grants	13,722,220
	$ Nil

EXHIBIT E

THE MANITOBA BEEF COMMISSION

Administration Fund
Statement of Revenue and Expenditure
for the seven months ending March 31, 1983

Revenue	
Grant - Province of Manitoba	$ 265,000
Interest	3,042
Marketing Fee, Exhibit B	10,669
Miscellaneous	750
Net Pool Adjustments from Producer Fund, Exhibit B	315
Total Revenue	279,776
Expenditure	
Salaries and Employee Benefits	116,463
Administration - Travel	4,321
Advertising and Promotion	11,638
Audit and Legal	5,000
Directors' Fees and Expenses	33,991
Computer Services and Equipment	30,011
Delivery	559
Dues and Subscriptions	281
Furniture and Fixtures	16,854
Hall Rentals	875
Health and Post Secondary Education Tax Levy	1,779
Inspections	9,997
Miscellaneous	1,236
Postage and Telephone	1,668
Printing and Stationery	28,481
Repairs and Maintenance	249
Total Expenditure	263,403
Excess of Revenue over Expenditure	16,373
Funds Retained for Working Capital and Future Operations, at September 1, 1982	-
Funds Retained for Working Capital and Future Operations, at end of year, Exhibit A	$ 16,373

THE MANITOBA BEEF COMMISSION

Notes to Financial Statements
for the seven months ended March 31, 1983

1. Status of the Commission

The Manitoba Beef Commission was established September 1, 1982, by regulation under the Natural Products Marketing Act, to administer regulations respecting the marketing of beef.

The Commission has administrative responsibility for the following:

a) The Manitoba Beef Marketing Plan was established September 1, 1982 by regulation under the Natural Products Marketing Act. The purpose of this plan is to provide for the effective control, regulation and promotion, in all respects, by the Commission of the marketing of beef.

b) The Manitoba Beef Stabilization Plan was established September 1, 1982 by regulation under the Farm Income Assurance Plans Act. The purpose of this plan is to improve the income stability of participating beef producers by establishing support prices for the sale of certain beef animals based on a schedule of input costs. There was also support for a limited period through payment of a special Productivity Enhancement Grant to producers joining the Plan. In accordance with the regulations, separate funds were established for these operations.

The Producer Fund was established on March 1, 1983 to account for the sales of finished and unfinished cattle on a pool basis under the Manitoba Beef Marketing Plan.

The Stabilization Fund was established effective September 1, 1982 for operation of the Manitoba Beef Stabilization Plan. It accounts for the collection of premiums from producers enrolled in the Manitoba Beef Marketing Plan, and from the Province and the stabilization payments to producers.

The Productivity Enhancement Grant Fund was established to account for payment of a Productivity Enhancement Grant to each producer joining the Manitoba Beef Marketing Plan up to January 21, 1983, the date that all available funds were committed.

The Administration Fund was established to account for the Commission's administrative and marketing operations.

THE MANITOBA BEEF COMMISSION

Notes to Financial Statements
for the seven months ended March 31, 1983

2. Significant accounting policies

   a) The financial statements have been prepared on an accrual basis of accounting except for capital acquisitions which are being charged to operations at cost in the year acquired.

   b) The Commission operates separate funds in accordance with the requirements of the regulations.

   c) The Province of Manitoba provides office space, miscellaneous administrative services, and absorbs interest charges on the advance to the Commission. These expenses are not reflected in the financial statements.

General Comments

3. The Province of Manitoba authorized an interest free, repayable advance to the Commission of up to $4,000,000 for the purpose of subsidizing the Stabilization Fund when premiums are not sufficient to pay producers stabilization payments under the Manitoba Beef Stabilization Plan. As at March 31, 1983, the actual advance received by the Commission amounted to $3,999,856.

4. Under the terms of an agreement between the Commission and the Minister of Agriculture, the premiums shall only be paid by the Province into the Stabilization Fund when the Fund's balance is insufficient to meet stabilization payments to producers.

5. Producers who joined the Manitoba Beef Marketing Plan prior to December 31, 1982 were eligible for retroactive deficiency payments on all animals marketed on or after September 1, 1982 up to the inception of the pool operations under the Producer Fund. Producers who joined the plan after December 31, 1982 were eligible for retroactive deficiency payments only on animals marketed after the date of contract acceptance by the Commission up to the inception of the pool operations.

6. A producer may terminate his contract with the Commission under the Plan at any time. Individual accounts are maintained for each producer with their premiums and stabilization deficiency payments recorded therein. Depending on the account balance, termination by a Producer before eight full years could result in a partial return of premiums paid or a partial recovery of stabilization deficiency payments.

7. The Province provided a conditional grant to the Commission amounting to $13,722,220 at March 31, 1983 for the payment of Productivity Enhancement Grants to producers. The Productivity Enhancement Grant is not fully earned by the producer until after four complete years of participation. Any recoveries from producers terminating their contracts are payable to the Province.

FOREST GUENETTE CHAPUT

COMPTABLES AGRÉÉS - CHARTERED ACCOUNTANTS

252 RUE MARION
WINNIPEG MANITOBA
R2H 0T7
233-6583

Auditors' Report

To the Board of Commissioners,
The Manitoba Boxing and Wrestling Commission,
Winnipeg, Manitoba.

We have examined the balance sheet of the Manitoba Boxing and Wrestling Commission as at March 31, 1983 and the statements of income and surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Manitoba Boxing and Wrestling Commission as at March 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied after giving retroactive effect to the change in the method of accounting as explained in Note "1" of the financial statements, on a basis consistent with that of the preceding year.

Forest Guenette Chaput

Winnipeg, Manitoba,
October 14, 1983.

Chartered Accountants.

Statement "1"

Manitoba Boxing and Wrestling Commission

Balance Sheet

As At March 31. 1983

ASSETS

Current Assets	
Cash on hand	$ 2
Cash in bank - chequing	8.136
- savings	2.683
- term deposits	82.156
Accounts receivable	1.384
Prepaid expenses	90
	$94.741

LIABILITIES AND SURPLUS

Current Liabilities	
Accounts payable	$ 2.641
Other Liabilities	
Performance bond deposits (Note "2")	2.683
Total Liabilities	5.324
Surplus, Statement "2"	89.417
	$94.741

Statement "2"

Manitoba Boxing and Wrestling Commission

Statement of Sruplus

Year Ended March 31, 1983

Balance, beginning of year as reported	$81,201
Adjustment due to change in method of accounting (Note "1")	1,300
Balance, beginning of year as restated	79,901
Add: Net income for the year, Statement "3"	9,516
Balance, end of year	$89,417

Statement "3"

Manitoba Boxing and Wrestling Commission

Statement of Income

Year Ended March 31, 1983

Revenues	
Percentages of gross proceeds from exhibitions	
- Licences and permit fees	$18.431
Interest income - term deposits	10.459
	28.890
Expenses	
Meetings and conventions	5,050
Secretarial services	3,578
Honoraria	3.300
Grant - Manitoba Amateur Boxing Association	3,000
Legal fees	1.320
Audit fees	1,285
Printing, office supplies and equipment rental	872
Memberships and dues	461
Sundry expenses	409
Donations	50
Bank charges	49
	19.374
Net income	$ 9.516

Statement "4"

Manitoba Boxing and Wrestling Commission

Notes to Financial Statements

As At March 31, 1983

Note "1" Significant Accounting Policies

The financial statements have been prepared in accordance with generally accepted accounting principles and reflect the following policies:

A) Method of Accounting

In previous years, the Commission utilized a method of accounting which did not recognize as income or as an asset commission and other revenues which were earned but uncollected at year end. Similarly, it did not recognize as liabilities certain expenses which had been incurred during the fiscal year but which had not yet been paid at year end. Effective April 1, 1982, the accrual method of accounting was adopted. As a result of this change, net income for the current year is approximately $525 greater than it would have been under the former policy.

Note "2" Performance Bond Deposits

Performance bonds are deposited in interest bearing savings accounts. The interest earned is remitted to the promoter upon refund of the deposit.

Note "3" Comparative Figures

Comparative figures have not been provided due to the practical difficulties associated with restating the previous year's figures in accordance with the change in the method of accounting as outlined above.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA CENTENNIAL CENTRE CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C and Schedules 1 to 5, together with the notes thereto, of The Manitoba Centennial Centre Corporation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Centennial Centre Corporation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

September 26, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA CENTENNIAL CENTRE CORPORATION

BALANCE SHEET

as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Cash on hand and in bank	$ 96,770	$120,646
Term deposits - Province of Manitoba (Note 2)	367,413	407,770
Accounts receivable:		
Province of Manitoba	-	15,533
Other	63,267	59,470
	63,267	75,003
Capital expenditure recoverable, Province of Manitoba, Schedule 5	55,500	-
Inventory of bar supplies, at cost	16,387	11,093
Prepaid expenses	10,798	9,442
	$610,135	$623,954
LIABILITIES		
Cheques issued and outstanding	$ 94,183	$ 48,253
Accounts payable	146,564	114,695
Accrued wages	7,331	56,846
Deposit on rentals	6,146	7,650
	254,224	227,444
Trust accounts:		
The Maitland Steinkopf Youth Fund, Schedule 2	53,558	47,445
The Manitoba Centennial Citizens' Campaign, Schedule 3	8,161	9,433
The Manitoba Centennial Foundation of the Future, Schedule 4 (Note 3)	9,406	8,254
	71,125	65,132
Reserve for Deductible Costs on Insurance Claims (Note 4)	15,000	15,000
Funds Retained for Working Capital and Future Operations, Exhibit B	269,786	316,378
	$610,135	$623,954

Exhibit B

THE MANITOBA CENTENNIAL CENTRE CORPORATION

FUNDS RETAINED FOR WORKING CAPITAL AND FUTURE OPERATIONS

as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance - beginning of year	$316,378	$258,812
Revenues over (under) expenditures for the fiscal year, Exhibit C	(46,592)	57,566
Balance - end of year, Exhibit A	$269,786	$316,378

Exhibit C

THE MANITOBA CENTENNIAL CENTRE CORPORATION

STATEMENT OF REVENUES AND EXPENDITURES

for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenues:		
Rentals:		
Concert Hall	$ 292,914	$ 274,779
Office space	34,001	34,111
Restaurant facilities	45,872	42,537
Bar sales	195,530	170,746
Parking fees	284,053	259,869
Checkroom fees	7,408	6,883
Concession revenue	10,735	10,057
Investment income	52,481	51,074
Miscellaneous income	79	4,587
	923,073	854,643
Government of Manitoba grant	1,134,900	851,500
Recovery of expenditures:		
Museum of Man and Nature (Note 5)	666,000	607,200
Others	66,316	54,987
	732,316	662,187
Total revenues, grants and recoveries	2,790,289	2,368,330
Expenditures, Schedule 1		
Administration and general	320,901	268,185
Bar operations	134,870	112,131
Concert Hall front of house (Note 6)	106,328	103,008
Building services and maintenance	1,467,693	1,308,365
Parking service	148,644	130,734
Security service	279,465	236,305
Stage operations	182,477	152,036
	2,640,378	2,310,764
Net capital projects and other major expenditures, Schedule 5 (Note 1)	196,503	-
Total expenditures	2,836,881	2,310,764
Revenues over (under) expenditures for the fiscal year, Exhibit B (Note 5)	$ (46,592)	$ 57,566

Schedule 1

THE MANITOBA CENTENNIAL CENTRE CORPORATION

SCHEDULE OF EXPENDITURES

for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Administration and general:		
Salaries and employee benefits	$ 246,706	$ 217,952
Insurance	15,499	14,544
Telephone	11,910	10,402
Printing and Stationery	7,727	6,116
Audit and legal fees	8,725	7,025
Other	12,519	12,146
Health and Post Secondary Education tax levy	17,815	-
	320,901	268,185
Bar operations:		
Salaries and employee benefits	42,783	39,189
Cost of beverages sold	81,632	65,776
Other	10,455	7,166
	134,870	112,131
Concert Hall front of house: (Note 6)		
Salaries and employee benefits	73,974	67,356
Transportation allowances and other	32,354	35,652
	106,328	103,008
Building services and maintenance:		
Salaries and employee benefits	774,543	679,581
Light, power and water	241,779	238,927
Heat	197,455	181,314
Repairs, maintenance and supplies	171,740	135,176
Minor capital expenditures	32,790	32,346
Other	49,386	41,021
	1,467,693	1,308,365

Schedule 1

THE MANITOBA CENTENNIAL CENTRE CORPORATION

SCHEDULE OF EXPENDITURES

for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Parking services:		
Salaries and employee benefits	$ 58,784	$ 51,686
Agency fees and expenditures	86,847	72,624
Interest and other	3,013	6,424
	148,644	130,734
Security services:		
Salaries and employee benefits	270,824	224,647
Other	8,641	11,658
	279,465	236,305
Stage operations:		
Salaries and employee benefits	134,597	125,924
Repairs, supplies and equipment	47,880	26,112
	182,477	152,036
Total expenditures, Exhibit C	$2,640,378	$2,310,764

Schedule 2

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MAITLAND STEINKOPF YOUTH FUND TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance - beginning of year	$ 47,445	$ 40,077
Revenue:		
Investment income	6,613	7,818
	54,058	47,895
Expenditure:		
Joint Veterans' Association of Greater Winnipeg	500	450
Balance - end of year, Exhibit A	$ 53,558	$ 47,445
Represented by:		
Amount in term deposit	$ 53,558	$ 47,445

Schedule 3

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MANITOBA CENTENNIAL CITIZENS' CAMPAIGN TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance - beginning of year	$ 9,433	$ 8,316
Revenue:		
Collections on pledges:		
Campaign '70	50	-
Investment income	1,262	1,522
	1,312	1,522
	10,745	9,838
Expenditure:		
Administration costs	664	405
Renovation to "Founders Circle"	1,920	-
	2,584	405
Balance - end of year, Exhibit A	$ 8,161	$ 9,433
Represented by:		
Cash in bank less outstanding cheques	$ (1,933)	$ 312
Amount in term deposits	10,094	9,121
Totals	$ 8,161	$ 9,433

Schedule 4

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MANITOBA CENTENNIAL FOUNDATION OF THE FUTURE TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance - beginning of year	$ 8,254	$ 7,243
Revenue:		
Investment income	1,152	1,011
Balance - end of year, Exhibit A (Note 3)	$ 9,406	$ 8,254
Represented by:		
Amount in term deposit	$ 9,406	$ 8,254

Schedule 5

THE MANITOBA CENTENNIAL CENTRE CORPORATION

CAPITAL PROJECTS AND OTHER MAJOR EXPENDITURES

for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Capital Projects:		
Air Handling & Heat Recovery Systems - Museum	$ 90,530	$ 9,000
Carpet Replacement - Concert Hall	-	35,949
Closed Circuit Television - City Hall Tunnel	-	4,500
Stage Drapery Replacement	-	9,565
Building Repairs - Museum Tower	169,064	45,140
Window Caulking	-	15,443
Emergency Standby Power Project	65,134	-
	324,728	119,597
Other Major Expenditures:		
Nonsuch Building - Roof Repairs	41,999	-
Concert Hall Washroom Renovations	27,005	-
Concert Hall Redecorating	58,271	-
	127,275	-
Total Expenditures	452,003	119,597
Less:		
Capital grants - Province of Manitoba:		
Received during the year	200,000	119,597
Recoverable, Exhibit A	55,500	-
Total Capital Grants	255,500	119,597
Net Capital Projects and other Major Expenditures, Exhibit C (Note 1)	$196,503	$ -

THE MANITOBA CENTENNIAL CENTRE CORPORATION

Notes to Financial Statements
March 31, 1983

1. Accounting Policies

The Corporation's financial statements have been prepared using the accrual basis of accounting except for capital acquisitions and pension payments.

Capital projects and other major expenditures are recognized as operating expenditures in the current year except to the extent of funding by capital grants from the Province of Manitoba as reflected separately on Schedule 5.

Pension payments are recognized as operating expenditures only as payments are made under provisions of the Manitoba Civil Service Superannuation Act. The provisions of this act require the Corporation to contribute 50% of the pension payments being made to retired employees. A provision has not been made in the accounts of the Corporation to fund current or past service obligations to the Civil Service Superannuation Fund. An actuarial report as at December 31, 1980 calculated the value of these liabilities at $393,600. This figure was based on a calculation which provided no allowance for future increases in pension due to increases in the cost of living. Based on a formula set out in the report, the figure at December 31, 1982 amounts to $597,500.

The actuary also reported on the value of these liabilities based on a calculation which made an allowance for future increases in pension due to increases in the cost of living. The value as at December 31, 1980 was $549,500. The actuary's formula projects this figure to $838,900 as at December 31, 1982.

2. Funds invested with the Province of Manitoba in term deposits as at March 31, 1983, including accrued interest, are as follows:

	Term Deposits	Accrued Interest	Total
Certificates maturing in 90 Days			
Operating Funds	$290,000	$ 4,355	$294,355
Maitland Steinkopf Youth Fund	52,752	806	53,558
Manitoba Centennial Citizens' Campaign	10,000	94	10,094
Five Year Certificate maturing December 31, 1985			
Manitoba Centennial Foundation of the Future	9,103	303	9,406
Total	$361,855	$ 5,558	$367,413

3. In 1969, the Manitoba Centennial Corporation established the "Foundation of the Future". The Board of Directors of the Foundation is to be composed of children born on six special dates in 1970, Manitoba's centennial year. The terms of the Foundation's establishment provide that the Board of Directors is to meet on July 15 in the year 2000 when the use of the fund is to be determined. The amount of the original trust was established at $3,050. Based on five year deposit rates with the Province, the Trust has increased to $9,406 at March 31, 1983, (Schedule 4).

4. The insurance program of the Corporation contains a deductible clause requiring the Corporation to pay the first $5,000 on any one claim with a maximum of $15,000 in any one year. The Corporation has set aside a reserve of $15,000 and, as long as the conditions of the insurance coverage are unchanged, it will be maintained at this level.

5. Operating and maintenance costs include the provision of service to the Centennial Centre as a whole including the Museum of Man and Nature and other organizations located within the Centre. Annual payments from the Museum of Man and Nature for operating costs are set by the Government. The amount set for 1982/83 was $666,000 and the estimated cost of services provided was $816,000.

6. Expenditures designated as "Concert Hall front of house" consist of checkroom, usherette and doorman services.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA CROP INSURANCE CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C, D, E and Schedules 1 and 2, of The Manitoba Crop Insurance Corporation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Crop Insurance Corporation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 24, 1983,
Winnipeg, Manitoba.

THE MANITOBA CROP INSURANCE CORPORATION

Exhibit A

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

ASSETS

	1983	1982
General Crop Insurance		
Cash on deposit with the Minister of Finance and in bank	$ 3,253,875	$ 2,748,831
Premiums receivable:		
Due from insured persons	1,104,795	1,217,088
Accrued interest	132,188	126,009
	1,236,983	1,343,097
Amount receivable from Reinsurance Fund of Manitoba (Note 2(C))		804.555
Accounts receivable - Government of the Province of Manitoba	69	69
Accounts receivable - other	180	780
Due from Hail Insurance	81,058	76,004
Prepaid expenses	128	8,268
	$ 4,572,293	$ 4,981,604
Hail Insurance		
Cash on deposit with the Minister of Finance and in bank	$ 519,058	$ 163,719
Premiums receivable:		
Due from insured persons	323,206	272,951
Accrued interest	26,335	24,175
	349,541	297,126
	$ 868,599	$ 460,845
	$ 5,440,892	$ 5,442,449

Exhibit A

LIABILITIES AND RESERVES

	1983	1982
General Crop Insurance		
Reinsurance premiums payable (Note 2(C)):		
Government of Canada	$ 724,971	$ 637,307
Government of the Province of Manitoba	724,971	637,307
	1,449,942	1,274,614
Accounts payable - Government of the Province of Manitoba	19,765	-
Amount payable to Reinsurance Fund of Manitoba (Note 2(C))	64,532	-
Advance from the Government of the Province of Manitoba (Note 3)	2,400,000	3,400,000
Indemnities and other accounts payable (Note 4)	637,045	306,410
Premiums collected in advance	1,009	580
Reserve for the Payment of Indemnities, Exhibit D	-	-
	$ 4,572,293	$ 4,981,604
Hail Insurance		
Due to General Crop Insurance	$ 81,058	$ 76,004
Advance from the Government of the Province of Manitoba	500,000	500,000
Reserve for Payment of Indemnities (deficit), Exhibit E	287,541	(115,159)
	$ 868,599	$ 460,845
	$ 5,440,892	$ 5,442,449

Exhibit B

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of Revenue and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Premiums:		
Insured persons	$ 13,256,059	$ 12,035,890
Government of Canada (Note 2(B))	13,012,119	11,234,497
	26,268,178	23,270,387
Filing fee	5,720	9,770
Administrative expenses charged to the Government of the Province of Manitoba, Schedule 1 (Note 2(D))	3,418,323	3,148,538
Interest on cash balances on deposit with the Minister of Finance, and on notes for premiums	209,577	205,472
Total revenue	29,901,798	26,634,167
Expenditure:		
Administrative expenses, Schedule 1 (Note 2(D))	3,418,323	3,148,538
Reinsurance premiums (Note 2(C)):		
Government of Canada	3,903,636	3,370,349
Government of the Province of Manitoba	3,903,636	3,370,349
Discount allowed for prompt payment of premiums	285,596	220,336
Indemnities	22,600,352	18,770,255
Total expenditure	34,111,543	28,879,827
Revenue under expenditure, Exhibit D	$ 4,209,745	$ 2,245,660

Exhibit C

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of Revenue and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Premiums charged to insured persons at established rates	$ 3,196,098	$ 2,273,063
Charges for credit privileges	90,117	52,601
Interest on cash balances on deposit with the Minister of Finance, and on notes for premiums	51,472	39,038
Total revenue	3,337,687	2,364,702
Expenditure:		
Administrative expenses, Schedule 2	373,424	298,572
Indemnities	2,557,616	2,266,444
Total expenditure	2,931,040	2,565,016
Revenue (under)over expenditure, Exhibit E	$ 406,647	$ (200,314)

Exhibit D

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of the Reserve for the Payment of Indemnities
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance - beginning of year	$ -	$ -
Less:		
Adjustment of prior years' premiums	6,915	14,791
Doubtful premium collections	63,751	25,379
	70,666	40,170
	(70,666)	(40,170)
Add:		
Revenue under expenditure, Exhibit B	(4,209,745)	(2,245,660)
	(4,280,411)	(2,285,830)
Less recovered from reinsurance funds (Note 2(C)):		
Manitoba	4,280,411	2,094,744
Canada for Manitoba	-	191,086
	4,280,411	2,285,830
Balance - end of year, Exhibit A	$ -	$ -

Exhibit E

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of the Reserve for the Payment of Indemnities for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Balance - beginning of year (deficit)	$ (115,159)	$ 90,116
Less:		
Adjustments of prior years' premiums	94	388
Doubtful premium collections	3,853	4,573
	3,947	4,961
	(119,106)	85,155
Add:		
Revenue (under) over expenditure Exhibit C	406,647	(200,314)
Balance - end of year (deficit) Exhibit A	$ 287,541	$ (115,159)

Schedule 1

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of administrative expenses for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Advertising and publicity	$ 22,285	$ 37,500
Agents' and adjustors' in-service training	29,241	25,748
Appeal tribunal	2,379	4,004
Audit fee	17,015	15,770
Contract sales and servicing	20,537	39,491
Corporation capital tax	-	(38,062)
Data processing charges	82,773	122,172
Directors' remuneration and expenses	18,270	23,851
District offices' rentals and miscellaneous	27,806	24,420
Employee benefits	85,209	79,597
Employee relocation	-	17,673
Employer share of pensions (Note 2(E))	31,208	26,768
Equipment rentals	77,956	47,997
Furniture and Equipment purchases (Note 2(F))	25,487	13,043
Health and education tax levy	29,761	-
Legal fees	11,002	9,696
Loss adjustors' fees and expenses	915,978	877,692
Miscellaneous	13,121	5,601
Salaries	1,689,784	1,475,870
Salaries - Temporary clerical assistance	68,966	86,910
Special studies	3,235	7,203
Stationery, postage and office supplies	104,907	93,609
Telephone	33,398	30,403
Travelling	94,374	106,242
Workers' compensation	13,631	15,340
Total administrative expenses, Exhibit B	$ 3,418,323	$ 3,148,538

Schedule 2

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of administrative expenses
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Advertising and publicity	$ 481	$ 576
Agents' and adjustors' in-service training	9,322	9,343
Appeal tribunal	793	694
Audit fee	1,860	1,391
Data processing charges	18,166	21,050
Directors' remuneration and expenses	1,658	2,005
District offices' rentals and miscellaneous	2,524	2,052
Employee benefits	7,733	6,690
Employee relocation	-	1,485
Equipment rentals	13,544	7,663
Health and education tax levy	2,701	-
Furniture and equipment purchases (Note 2(F))	1,549	984
Legal fees	998	887
Loss adjustors' fees and expenses	122,991	82,853
Miscellaneous	1,143	474
Salaries	153,358	124,040
Salaries - Temporary clerical assistance	6,259	7,304
Stationery, postage and office supplies	15,511	16,308
Telephone	3,031	2,555
Travelling	8,565	8,929
Workers' compensation	1,237	1,289
Total administrative expenses, Exhibit C	$ 373,424	$ 298,572

THE MANITOBA CROP INSURANCE CORPORATION

Notes to Financial Statements
March 31, 1983

1. Authority

The Manitoba Crop Insurance Corporation is incorporated under a specific Statute of the Province of Manitoba, being Chapter C-310 of the Revised Statutes of Manitoba, 1970.

2. Significant Accounting Policies

(A) Programs

The Corporation operates general crop and hail insurance programs for Manitoba farmers and accounts for these programs separately.

(B) Premiums - General Crop Insurance

An agreement between the Governments of the Province of Manitoba and Canada provides for the matching, by Canada, of crop insurance premiums collected from insured persons. The Corporation recognizes as revenue all premiums on crop policies earned during the year, including the matching portion collected from Canada. The insurance premium rates are adjusted annually on the basis of a break-even position being maintained over 25 years of crop losses' experiences.

(C) Reinsurance Funds

In accordance with the terms of a reinsurance agreement between the Governments of Manitoba and Canada and the Corporation, indemnities for general crop insurance in excess of the Corporation's Reserve are recovered from Reinsurance Funds maintained by Manitoba and Canada. The Governments of Manitoba and Canada credit reinsurance premiums received and charge payments made on account of indemnities to the Funds. Interest is neither credited nor charged to the Funds.

The changes in the Reinsurance Funds for the year ended March 31, exclusive of the amounts payable and receivable as shown on the Balance Sheet, were as follows:

	Reinsurance Funds	
	Manitoba	Canada for Manitoba
Balances, March 31, 1982	$ 2,575,463	$ 7,438,853
Add:		
Reinsurance premiums	3,815,971	3,815,971
	6,391,434	11,254,824
Less:		
Payments on account of indemnities	5,149,498	-
Balances, March 31, 9183	$ 1,241,936	$ 11,254,824

2. (D) Administrative Expenses

The agreement between the Governments of the Province of Manitoba and Canada, referred to in section (B) of this note, also stipulates that all administrative expenses relating to the general crop insurance program will be met by the Province of Manitoba. Certain of these costs are common to both the general crop insurance and hail insurance programs and are allocated on a basis approved by the Corporation's Board of Directors. The Corporation's head office and certain of its field office accommodations are provided by the Province of Manitoba at no charge to the Corporation.

(E) Pensions

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation employees amounted to $931,000 as at December 31, 1982.

(F) Fixed Assets

Furniture and equipment purchases are charged to operations in the year of acquisition.

3. Advance from the Government of the Province of Manitoba

When necessary, there is provision for the Corporation to receive temporary working capital advances to be used for the payment of indemnities. These advances will be repaid as and when final payments on premiums are received by the Corporation.

4. Indemnities and other accounts payable

These liabilities consist of the following:

	March 31 1983	 1982
Indemnities payable	$ 368,702	$ 252,132
Indemnity claims received but not assessed as yet	250,000	47,000
Other accounts payable	18,343	7,278
	$ 637,045	$ 306,410

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA DATA SERVICES

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Manitoba Data Services as at March 31, 1983 and the statements of operations, retained earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of Manitoba Data Services as at March 31, 1983 and the results of its operations and the changes in its financial position for the year then ended in accordance with the basis of accounting described in Note 1 applied on a basis consistent with that of the preceding year.

The accounts for the year ended March 31, 1982 were examined and reported on by other auditors.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

June 7, 1983,
Winnipeg, Manitoba.

MANITOBA DATA SERVICES
BALANCE SHEET

ASSETS

	March 31	
	1983	1982
	(Thousands of Dollars)	
CURRENT ASSETS		
Cash	$ 645	$ 392
Accounts receivable (Note 5)	5,161	2,379
Prepaid expenses	60	36
Investment with Province of Manitoba	3,000	4,050
	8,866	6,857
NET INVESTMENT IN LEASE (Note 2)	476	613
FIXED ASSETS - at cost		
Leasehold improvements	734	1,108
Computer equipment	9,452	9,735
Capital Lease (Note 2)	3,216	3,216
Furniture and fixtures	355	405
	13,757	14,464
Less accumulated depreciation	8,877	7,589
	4,880	6,875
OTHER ASSETS - at cost		
Proprietary software	657	1,400
Deferred expenses	941	942
	1,598	2,342
Less accumulated amortization	954	1,576
	644	766
Total Assets	$14,866	$15,111

The accompanying notes are an integral part of these statements.

MANITOBA DATA SERVICES
BALANCE SHEET

LIABILITIES AND ACCUMULATED DEFICIT

	March 31 1983	 1982
	(Thousands of Dollars)	
CURRENT LIABILITIES		
Accounts payable (Note 5)	$ 1,971	$ 398
Current Portion of Long-Term Lease Obligations	1,187	1,731
Current Portion of Advances from Province of Manitoba (Note 3)	934	849
	4,092	2,978
LONG-TERM LIABILITIES		
Lease obligations (Note 4)	1,400	2,587
Advances from Province of Manitoba (Note 3)	9,744	10,678
	11,144	13,265
ACCUMULATED DEFICIT	(370)	(1,132)
Total Liabilities	$14,866	$15,111

The accompanying notes are an integral part of these statements.

MANITOBA DATA SERVICES
STATEMENT OF OPERATIONS

	For Year Ended March 31	
	1983	1982
	(Thousands of Dollars)	
REVENUES		
Operating -		
Data Processing services	$14,894	$14,030
Systems development	193	214
Miscellaneous	574	503
Operating revenues	15,661	14,747
Gain on sale of equipment	54	2
	15,715	14,749
EXPENSES		
Salaries and administration	6,696	5,665
Computer equipment and software rental and maintenance	3,760	2,549
Depreciation and amortization	3,505	3,555
Interest -		
Province of Manitoba (Note 3)	1,153	1,230
Other, net of investment income	(161)	9
	14,953	13,008
NET INCOME FOR THE YEAR	$ 762	$ 1,741

STATEMENT OF RETAINED EARNINGS

	1983	1982
Accumulated Deficit At Beginning Of Year	$ 1,132	$ 2,873
Net Income For The Year	762	1,741
Accumulated Deficit At End Of Year	$ 370	$ 1,132

The accompanying notes are an integral part of these statements.

MANITOBA DATA SERVICES
STATEMENT OF CHANGES IN FINANCIAL POSITION

	For Year Ended March 31	
	1983	1982
	(Thousands of Dollars)	
SOURCES OF FUNDS		
From operations including charges which do not involve any outlay of funds	$ 4,216	$ 5,287
Sale of computer equipment	324	81
Total sources of funds	$ 4,540	$ 5,368
USES OF FUNDS		
Acquisition of computer equipment and proprietary software	$ 1,620	$ 334
Furniture, fixtures and leasehold improvements	42	57
Long-term lease payments	1,050	1,612
Repayment of loan to Province of Manitoba	934	849
Increase in working capital	894	2,516
Total uses of funds	$ 4,540	$ 5,368

The accompanying notes are an integral part of these statements.

MANITOBA DATA SERVICES
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1983

1. SIGNIFICANT ACCOUNTING POLICIES

a. BASIS OF ACCOUNTING

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles except for the accounting for pension costs as set out in the following paragraph.

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded liability for the Corporation's employees amounted to $1,220,000 as at December 31, 1982.

b. DEPRECIATION AND AMORTIZATION

Depreciation and amortization are calculated using the straight-line method based on the estimated useful lives of the assets, which are:

Computer equipment - 3 to 6 years
Furniture and fixtures - 5 to 10 years
Leasehold improvements - 3 to 5 years
Proprietary software - 3 to 5 years

c. DEFERRED EXPENSES

Deferred expenses include the costs incurred in integrating the data processing of new clients and are amortized to operations on a straight-line basis over five years.

d. LEASE OBLIGATIONS

Assets which are acquired by way of long-term leases which are financing in nature are capitalized at fair market value and are included in fixed assets in the financial statements. Lease obligations represent the capital portion of future lease payments less the current portion of the leases payable which is included in accounts payable. The amounts included in fixed assets in respect of leased assets are $7,837,000 cost and $5,301,000 accumulated depreciation. The lease agreements expire between 1983 and 1986 and bear interest rates ranging from 12 1/4% to 17 1/2%. With the exception of the lease referenced in Note 2, at the end of the lease periods Manitoba Data Services will own the equipment.

e. REVENUE RECOGNITION

Revenue is recognized on the following basis:

1) Data processing services - as the services are provided.

2) Systems development - by applying the percentage of completion of the contract at the fiscal year-end to the total fee for the contract.

2. NET INVESTMENT IN LEASE AND CAPITAL LEASE

In November 1980, Manitoba Data Services entered into an agreement for the lease of an IBM 3033 processor from Comdisco Canada Limited and the lease to Comdisco Canada Limited of an IBM 370/168 processor both for a period of five years at a net monthly rental of $59,750. As a result of this transaction the imputed value of the 370/168 was determined to be $769,273 and the unamortized balance as of March 31, 1983 is $476,000. The 3033 processor has been recorded as a capital lease at the fair market value including provincial sales tax at the time of acquisition.

3. ADVANCES FROM THE PROVINCE OF MANITOBA

At March 31, 1983, Manitoba Data Services advances from the Province of Manitoba were $10,678,000, including the current portion of $934,000. The debt is in Canadian funds and bears interest at 10% payable at the rate of $2,001,629 per annum including principal and interest from 1984, through 1991.

4. COMMITMENTS

Commitments at March 31, 1983, relating principally to non-capitalized equipment leases, amount to $5.6 million, of which approximately $5,542,000 is payable in fiscal 1984.

The commitment in respect of long-term leases that have been capitalized (not included in the above mentioned commitment) is:

	Capital	Interest	Total
	(Thousands of Dollars)		
1984	$1,187	$ 328	$1,515
1985	783	184	967
1986	617	42	659
	$2,587	$ 554	$3,141

5. During 1982/83, the Province of Manitoba established a policy that Manitoba Data Services be a procuring agent for all data processing equipment on behalf of government departments. Included in accounts receivable and accounts payable at March 31, 1983 is $2,216,000 and $1,414,000 respectively related to these acquisitions.

6. RELATED-PARTY TRANSACTIONS

Substantially all of the revenue earned by Manitoba Data Services and the related receivables are from departments of the Manitoba Government, its crown corporations and agencies.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA DEVELOPMENT CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being the Balance Sheet, Statement of Operations, Statement of Deficit and Schedules 1 to 4, of the Manitoba Development Corporation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The total income shown on the Statement of Operations in the amount of $3,837,484 includes $1,772,054 of interest received or receivable from the Province of Manitoba on account of trust deposits of the Corporation's surplus funds pertaining to Part I operations.

In our opinion, these financial statements, together with the comments in the preceding paragraph, present fairly the financial position of the Manitoba Development Corporation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

July 18, 1983,
Winnipeg, Manitoba.

MANITOBA DEVELOPMENT CORPORATION

Balance Sheet
as at March 31, 1983

ASSETS

	1983	1982
Part I		
Cash in bank	$ 146,252	$ 85,761
Short term deposits with the Province of Manitoba	16,352,017	12,259,864
Recoverable from the Province of Manitoba:		
Interest on advances under Part II	24,046	570,904
Costs re The Pas Forestry Complex (Note 3(c))	3,696	16,951
Costs re Destination Manitoba (Note 6)	35,642	-
	63,384	587,855
Loans receivable, less allowance for doubtful accounts, Schedule 3	9,766,216	10,867,332
Equity investments and related loan receivable, Schedule 1, less allowance for potential losses, Schedule 3	8,209,598	11,818,927
Properties held for resale, at the lower of cost or estimated realizable value	212,159	235,401
Office furniture at cost less accumulated depreciation $53,643 (1982 - $55,285)	2,260	2,962
	$ 34,751,886	$ 35,858,102
Part II		
Loans receivable authorized by the Province of Manitoba under Part II of the Development Corporation Act:		
Principal	$ 3,475,000	$ 4,487,500
Interest	22,688	693,411
Equity investments and related loans receivable authorized by the Province of Manitoba under Part II of the Development Corporation Act, Schedule 4	12,507,550	-
	$ 16,005,238	$ 5,180,911

LIABILITIES

	1983	1982
Part I		
Accounts payable	$ 68,974	$ 6,464
Amount due to the Communities Economic Development Fund (Note 4(b))	464,889	171,400
	533,863	177,864

SHAREHOLDER'S EQUITY

	1983	1982
Capital Stock:		
Authorized:		
500,000 shares, par value $100 each issued and fully paid 500,000 shares	50,000,000	50,000,000
Deficit	(15,781,977)	(14,319,762)
	34,218,023	35,680,238
	$ 34,751,886	$ 35,858,102

	1983	1982
Part II		
Accounts payable	$ 401,471	$ 693,411
Advances from the Province of Manitoba under Part II of the Development Corporation Act	15,603,767	4,487,500
	$ 16,005,238	$ 5,180,911

MANITOBA DEVELOPMENT CORPORATION

Statement of Operations
for the year ended March 31, 1983

	1983	1982
Income:		
Interest:		
Loans - Part I	$ 1,318,658	$ 1,459,358
- Part II	700,607	572,039
Term deposits	1,772,054	1,930,586
	3,791,319	3,961,983
Rental income - net	10,523	11,709
Destination Manitoba cost recoveries (Note 6)	35,642	-
Grants received (Note 5)	-	8,718
	3,837,484	3,982,410
Expense:		
Interest - Province of Manitoba - Part II	700,607	572,039
Salaries (Note 4)	73,923	39,282
Other expenses (Note 4)	172,492	156,655
Consultants' fees and expenses re: transportation studies (Note 5)	131,533	177,281
	1,078,555	945,257
Net income before the following:	2,758,929	3,037,153
Provision for doubtful accounts and potential losses on investments, Schedule 3	3,233,128	(2,245,900)
Net (loss) income for the year	(474,199)	5,283,053
Less: Subsidy to the Communities Economic Development Fund (Note 4(b))	988,016	818,807
Transfer to Deficit	$(1,462,215)	$ 4,464,246

MANITOBA DEVELOPMENT CORPORATION

Statement of Deficit
for the year ended March 31, 1983

	1983	1982
Balance - beginning of year	$ 14,319,762	$ 18,784,008
Transfer from operations	(1,462,215)	4,464,246
Balance - end of year	$ 15,781,977	$ 14,319,762

Schedule 1

MANITOBA DEVELOPMENT CORPORATION

Part I Equity Investments and Related Loan Receivable as at March 31, 1983

	Shares Issued and Outstanding	Shares owned by the Manitoba Development Corporation	Equity Investments	Loan Receivable
William Clare (Manitoba) Ltd.				
Equity investment-nominal value				
Common shares	100	100	$ 1	
Flyer Industries Limited				
Equity investment-at cost				
Preferred shares	10,000,000	9,682,000	9,682,000	
Common shares	552,883	552,563	16,750,106	
Loan receivable				$ 2,067,502
			$ 26,432,107	$ 2,067,502

Summary:	
Equity investments	$ 26,432,107
Loan receivable	2,067,502
	28,499,609
Less: Allowance for potential losses, Schedule 3	20,290,011
Equity investments and related loan receivable - net	$ 8,209,598

Schedule 2

MANITOBA DEVELOPMENT CORPORATION

Part I Account in Receivership
as at March 31, 1983

	1983	1982
Saunders Aircraft Corporation Limited	$ 100	$ 100
Less: Allowance for estimated losses, Schedule 3	100	100
Account in receivership - net	$ -	$ -

Schedule 3

MANITOBA DEVELOPMENT CORPORATION

Part I Allowance for Doubtful Accounts and Potential Losses on Investments for the year ended March 31, 1983

	Balance March 31, 1982	Add: Provision	Less: Write-offs	Balance March 31, 1983
Loans receivable	$ 506,900	$ 43,117	$ 357,009	$ 193,008
Equity investment and related loan receivable, Schedule 1	17,100,000	3,190,011	-	20,290,011
Account in receivership, Schedule 2	100	-	-	100
	$ 17,607,000	$ 3,233,128	$ 357,009	$ 20,483,119

Schedule 4

MANITOBA DEVELOPMENT CORPORATION

Part II Equity Investments and Related Loans Receivable as at March 31, 1983

	Shares Issued and Outstanding	Shares owned by the Manitoba Development Corporation	Equity Investments	Loans Receivable
A. E. McKenzie Co. Ltd.				
Equity investment - at cost				
Preferred shares	5,000,000	5,000,000	$ 5,000,000	
Common shares	1,145	-	-	
Loan receivable:				
Principal				$ 7,000,000
Interest				377,425
Winnipeg Racing Ltd.				
Equity investment - at cost				
Class "A"	100	100	100	
Loan receivable:				
Principal				128,667
Interest				1,358
			$ 5,000,100	$ 7,507,450

Summary:	
Equity investments	$ 5,000,100
Loans receivable	7,507,450
Equity investments and related loans receivable	$ 12,507,550

MANITOBA DEVELOPMENT CORPORATION

Notes to Financial Statements
March 31, 1983

1. Accounting Policies:

(a) The Corporation's lending and guaranteeing activities undertaken on its initiative are under Part I of The Development Corporation Act and are subject to the limitations outlined in note 2; the activities undertaken on the initiative of the Government are under Part II of the Act. In accordance with the Act, the activities under Part I and Part II are accounted for separately.

On the basis that Part II activities are initiated and funded by the Government, the Corporation accounts for these activities on an agency basis. Accordingly, no provisions for doubtful accounts and potential losses on investments are reflected in Part II. Appropriate provisions are reflected in the accounts of the Province of Manitoba.

(b) An accrual basis of accounting is being followed except for (e) below.

(c) The Corporation's financial statements do not include the accounts of its two subsidiary companies on a consolidated basis.

The Corporation's investment in Flyer Industries Limited is shown at cost less an allowance which approximates the accumulated deficit of that company as reported in its audited financial statements for the year ended December 31, 1982.

The Corporation's investment in William Clare (Manitoba) Limited is shown at a nominal value of $1.

(d) The allowance for doubtful accounts, i.e., possible losses on loans to borrowers wherein the Corporation does not have an equity investment, has been determined on an individual account basis.

(e) The officers and employees of the Corporation are not members of the Civil Service of the Government of Manitoba, but they contribute to and are pensionable under the Civil Service Superannuation Fund. In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Corporation's employees amounted to $131,463 as at December 31, 1982.

(f) Salaries and other expenses are subject to sharing with the Communities Economic Development Fund in accordance with the terms disclosed in note 4.

MANITOBA DEVELOPMENT CORPORATION

Notes to Financial Statements
March 31, 1983

2. Lending Operations:

The Corporation's lending operations were suspended effective November 15, 1977 except that, since that date, on the direction of the Government of Manitoba both Part I and Part II guarantee commitments have been issued, and Part II loan commitments have been made. Guarantees and Part II loan commitments outstanding are included in note 3.

3. Contingent Liabilities and Commitments:

	March 31 1983	March 31 1982
(a) Contingent Liabilities:		
Part I Contingent liability as guarantor for bank loans to borrowers as follows:		
A.E. McKenzie Co. Ltd.	$ -	$ 5,500,000
Flyer Industries Limited	-	3,000,000
	$ -	$ 8,500,000
(b) Commitments:		
Part I Contractual commitments for professional services	$ -	$ 126,559
Part II Commitment - undisbursed balances of approved loans:		
Manitoba Mineral Resources Ltd.	$ 2,985,000	$ 2,985,000
Canadian Co-operative Implements Ltd.	-	1,487,500
Winnipeg Racing Ltd.	609,403	-
Tantalum Mining Corp.	500,000	-
	$ 4,094,403	$ 4,472,500

(c) The Pas Forestry Complex

In accordance with the terms of an agreement dated March 25, 1975, between Manitoba Forestry Resources Ltd., the Province of Manitoba and the Corporation, the Corporation has a continuing responsibility to press all claims in connection with the affairs of the several companies comprising The Pas Forestry Complex or the assets of the Complex, which were transferred to Manitoba Forestry Resources Ltd., and also to defend claims in respect to those assets. All costs incurred by the Corporation in respect of such claims will be reimbursed by the Province of Manitoba.

(d) Saunders Aircraft Corporation Limited

By Order-in-Council, previous capital advances of the Province of Manitoba to the Manitoba Development Corporation regarding Saunders Aircraft Corporation Limited were converted to conditional grants. In accordance with the conditions of this conversion, the net proceeds from the disposal of Saunders' assets are payable to the Province of Manitoba.

During the year $750,000 was released to the Province of Manitoba on condition M.D.C. indemnify the Receiver-Manager for expenses, losses or damages incurred as Receiver-Manager including product support. The Receiver-Manager has retained sufficient funds to cover future administrative costs. No provision has been recorded in the Corporation's accounts regarding potential claims.

(e) Litigation

The Corporation is named as defendant regarding a former loan application. The claim for general damages in the amount of $2 million, special damages, and costs of the action are being defended by legal counsel of the Corporation. No provision has been recorded in the Corporation's accounts regarding this claim.

4. Administration of the Corporation:

(a) The Manitoba Development Corporation is jointly administered with the Communities Economic Development Fund. Common administrative expenses are paid by the Fund except for rent and utility costs which are paid by the Corporation.

(b) The Manitoba Development Corporation provides the subsidy assistance required by the Communities Economic Development Fund to the extent of the Fund's excess of expense over income.

5. Transportation Studies:

Commencing in the previous year, the Corporation undertook certain transportation studies in other countries. These studies are considered to have potential direct benefits to both Canada and the Province of Manitoba, and on this basis, applications for cost-sharing with Canada are in process.

As at March 31, 1983 $308,814 has been expended on transportation studies. The Corporation in the previous year recovered $8,718 through grant assistance from Canada towards these costs. Subsequent to March 31, 1983 a further $185,925 has been received from Canada as a first installment on a potential contribution of $248,000 depending on Canada's review of the Corporation's application.

6. Destination Manitoba Program:

The Rural Tourism Industry Incentive Program (Destination Manitoba) is a Federal/Provincial cost shared program under the Canada/Manitoba Subsidiary Agreement on Tourism Development. The Corporation, under the authority of Part II of The Development Corporation Act, acts as the agent of government in administering this program. The program is directed at the establishment and upgrading of rural tourist facilities by way of loan assistance for capital projects. As at March 31, 1983 no loan approvals have been finalized.

Under an arrangement with the Department of Economic Development and Tourism, the Corporation is entitled to recover direct and indirect costs that it incurs in administering the program. Because certain aspects of the arrangement have not been finalized only the direct costs have been reflected as a recoverable amount in the financial statements.

MANITOBA DEVELOPMENT CORPORATION

Report of Assistance Granted or to be Granted for the year ended March 31, 1983

Assistance approved under Part II of the Development Corporation Act

A. E. McKENZIE CO. LTD.	
Loan - interest rate at the Province's long term borrowing rate - 20 year term	$ 7,000,000
Investment - purchase of 6% cumulative, redeemable, convertible preferred shares	$ 5,000,000
TANTALUM MINING CORPORATION	
Loan - interest rate at bank prime - repayable on demand	$ 1,000,000
WINNIPEG RACING LTD.	
Loan - interest rate at bank prime - repayable on demand	$ 750,000
Investment - purchase of Class A Common shares	$ 100

AUDITOR'S REPORT

The foregoing report has been prepared by the officials of the Manitoba Development Corporation and checked by my representatives with the records of the Corporation which have been audited by us. In our opinion this report reflects the assistance granted or committed to be granted by the Corporation for the year ended March 31, 1983.

W. K. Ziprick, C.A.,
Provincial Auditor.

July 18, 1983,
Winnipeg, Manitoba.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA FORESTRY RESOURCES LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Manitoba Forestry Resources Ltd. as at September 30, 1982 and the statements of capital deficit, operating deficit, operations and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the company as at September 30, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, after giving retroactive effect to the change in the method of valuing log inventories as explained in note 1 to the financial statements, on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

January 17, 1983,
Winnipeg, Manitoba.

Statement 1

MANITOBA FORESTRY RESOURCES LTD.

BALANCE SHEET
AS AT SEPTEMBER 30, 1982

ASSETS

	1982	1981
	(Thousands of Dollars)	
CURRENT		
Accounts receivable - note 2	$ 7,015	$ 8,822
Inventories - notes 1 and 4	23,418	20,603
Prepaid expenses	623	561
	31,056	29,986
LONG TERM RECEIVABLES - note 3	365	19
FIXED, notes 1 and 5		
Land, buildings, machinery, roads, logging facilities and equipment	102,583	99,366
Rental housing properties	1,844	1,845
	104,427	101,211
Less - accumulated depreciation	43,699	38,858
	60,728	62,353
DEFERRED CHARGES, note 1		
Start-up and development costs	11,381	11,381
Less - accumulated amortization	6,283	6,283
	5,098	5,098
	$ 97,247	$ 97,456

Approved on behalf of the Board:

Director

Director

Statement 1

LIABILITIES

	1982	1981
	(Thousands of Dollars)	
CURRENT		
Bank indebtedness - note 6	$ 4,910	$ 3,095
Accounts payable and accrued liabilities	6,029	6,455
Current portion of mortgages payable	46	36
	10,985	9,586
LONG TERM DEBT, note 7		
Mortgages payable	1,243	1,300
Province of Manitoba	111,905	99,638
	113,148	100,938
	124,133	110,524

SHARE CAPITAL AND DEFICIT

	1982	1981
SHARE CAPITAL, note 8		
Common		
Issued - 20,000,000	20,000	20,000
Preferred, note 9		
Issued - 60,031,939	60,032	60,171
	80,032	80,171
CAPITAL DEFICIT, note 9	(51,271)	(51,410)
OPERATING DEFICIT	(55,647)	(41,829)
	(26,886)	(13,068)
	$ 97,247	$ 97,456

COMMITMENTS, note 10

Statement 2

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF CAPITAL DEFICIT
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
BALANCE, BEGINNING OF YEAR	$ 51,410	$ 52,006
Recoveries from the Manitoba Development Corporation, notes 8 and 9	139	596
BALANCE, END OF YEAR	$ 51,271	$ 51,410

Statement 3

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF OPERATING DEFICIT
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
BALANCE, BEGINNING OF YEAR	$ 41,829	$ 40,224
Net loss for the year	13,818	Nil
BALANCE	55,647	40,224
Reverse 1981 amortization of start-up and development costs	-	(670)
Write down 1981 log inventories to net realizable value	-	2,275
BALANCE, END OF YEAR	$ 55,647	$ 41,829

Statement 4

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF OPERATIONS
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
SALES		
Pulp and paper	$ 54,596	$ 67,251
Lumber	7,371	10,525
Other	746	780
	62,713	78,556
EXPENSES		
Cost of sales, before depreciation - Schedule 1	51,693	56,200
Selling expenses - Schedule 2	7,522	8,726
General and administrative - Schedule 3	7,407	6,388
	66,622	71,314
OPERATING PROFIT (LOSS) BEFORE THE FOLLOWING	(3,909)	7,242
OTHER INCOME (EXPENSES)		
Interest	(4,971)	(3,475)
Depreciation, note 1	(5,205)	(5,413)
Gain on sale of fixed assets	129	41
Insurance proceeds - net	295	-
Sales Tax Assessment	(157)	-
	(9,909)	(8,847)
INCOME (LOSS) FOR THE YEAR	$(13,818)	$(1,605)

Statement 5

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
SOURCE OF FUNDS		
Provided from operations	$ -	$ 3,763
Proceeds on sale of fixed assets	440	146
Decrease in mortgage receivable	1	-
Proceeds from government grant	-	26
Recoveries from the Manitoba Development Corporation	139	596
Decrease in notes receivable	9	-
	589	4,531
PROVINCE OF MANITOBA		
- Advances	10,567	-
- Income debentures issued	1,700	-
	12,267	-
	12,856	4,531
APPLICATION OF FUNDS		
Applied to operations	8,742	-
Additions to fixed assets	3,891	2,786
Decrease in mortgages payable	57	32
Redemption of preferred shares	139	596
Investment in notes receivable	356	-
	13,185	3,414
INCREASE (DECREASE) IN WORKING CAPITAL	(329)	1,117
Working capital, beginning of year	20,400	19,283
WORKING CAPITAL, END OF YEAR	$ 20,071	$ 20,400
Represented by		
Current assets	31,056	29,986
Current liabilities	10,985	9,586
	$ 20,071	$ 20,400

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 1982

1. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies of the company.

(a) Inventories

During the year under review the method of valuing log inventories was changed from "lower of cost and replacement cost" to "lower of cost and net realizable value". This change was applied retroactively to the year ended September 30, 1981 and the comparative 1981 figures have been restated to provide proper comparisons.

Inventories are valued using the following methods:

Log inventories - lower of cost and net realizable value
Work in process (pulp chips, pulp and lumber) - lower of cost and net realizable value
Finished goods (pulp, paper and lumber) - lower of cost and net realizable value
Mill stores, chemicals, fuel and other supplies - lower of cost and replacement cost

For all inventories, cost is generally determined on an average cost basis.

(b) Depreciation

Depreciation is being applied on the following basis:

Fixed assets, except those pertaining to the Woodlands and Real Estate Divisions, are depreciated on a straight-line pooled basis over twenty years. The cost of fixed assets removed less recovery from disposal proceeds is charged to accumulated depreciation. Gains and losses incurred on the disposal of fixed assets pertaining to the Woodlands and Real Estate Divisions are credited or charged to operations.

Woodlands Division:
  Camp buildings - straight-line over ten years.
  Logging equipment - hours used related to estimated total useable hours.
  Roads and railspurs - timber delivered to the millsite related to estimated total yield of area serviced.
  Other equipment - straight-line over three to twenty years.

Real Estate Division:
  Rental housing properties - straight-line over forty years.

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 1982

1. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(c) Deferred Charges

Deferred charges consist of start-up and development costs of $11,381,000, being net expenditures by the Receiver on operations during receivership exclusive of depreciation charges and interest charges by the Manitoba Development Corporation. The company established a policy of amortizing the deferred charges to the extent of income available in each year.

(d) Foreign Exchange

Current assets and liabilities of the company expressed in United States dollars are translated into Canadian dollars at the rates of exchange on the balance sheet date. The resulting net gain or loss is reflected in operations.

2. ACCOUNTS RECEIVABLE

	1982	1981
	(Thousands of Dollars)	
Trade	$5,980	$8,197
Due from Receiver	117	117
Other	918	508
	$7,015	$8,822

3. LONG TERM RECEIVABLES

During the year under review, camp facilities at Talbot Lake were sold to Moose Lake Loggers Ltd. Repayment of the note is based on production purchased from Moose Lake Loggers Ltd. with interest based on floating current rates.

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 1982

4. INVENTORIES

	1982	1981
	(Thousands of Dollars)	
Inventories consist of the following:		
Production raw materials -		
Log inventories - at cost	$ 10,734	$ 10,021
Less adjustment to net realizable value	1,990	2,275
	8,744	7,746
Work in process and finished goods -		
Work in process -		
Pulp chips	2,073	2,142
Pulp	43	37
Lumber	363	152
Other	32	30
	2,511	2,361
Finished goods -		
Pulp and paper	4,860	1,820
Lumber	794	1,486
	5,654	3,306
	8,165	5,667
	16,909	13,413
Other -		
Mill stores*	5,246	6,173
Chemicals and fuel	754	590
Other supplies	509	427
	6,509	7,190
	$ 23,418	$ 20,603

*During the year under review some mill stores items were determined to be of a long term capital nature and as a result $978.308 was transferred from mill stores to fixed assets at September 30, 1982.

5. FIXED ASSETS

Land, buildings, machinery, roads, logging facilities and equipment, except the machinery plant, were valued on the basis of inventoried expenditures to the date of receivership, January 7, 1971, amounting to $64,753,000, including a reasonable assessment for engineering and supervision fees and interest charges. The Engineering Division fixed assets were valued at $500,000 on the basis of an estimated useful value to the integrated operations at January 7, 1971. Subsequent fixed asset additions and construction in progress as at September 30, 1982 have been recorded at cost. The company has deducted government grants received from the cost of fixed assets acquired. These grants aggregated $12,157,000 as at September 30, 1982.

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 1982

6. BANK INDEBTEDNESS

	1982	1981
	(Thousands of Dollars)	
Bank loan	$ 4,500	$ 1,000
Bank overdraft	410	2,095
	$ 4,910	$ 3,095

The company's bank indebtedness is secured by inventories and a general assignment of accounts receivable and an assignment of fire insurance proceeds.

7. LONG TERM DEBT

	1982	1981
	(Thousands of Dollars)	
Mortgages payable on rental properties with interest rates from 6% to 10½% maturing 1983 to 2006	$ 1,289	$ 1,336
Less - current portion	46	36
	1,243	1,300
Province of Manitoba		
7% first mortgage debenture maturing in 1998	45,000	45,000
9% non-cumulative income debenture maturing in 1998	28,000	28,000
9% non-cumulative income debenture maturing in 2003	23,488	23,488
9% non-cumulative income debenture maturing in 2004	3,150	3,150
9% non-cumulative income debenture maturing in 2007	1,700	-
	101,338	99,638
Advances	10,567	-
	111,905	99,638
	$113,148	$100,938

Net income available for payment of interest on income debentures is determined after provision has been made for depreciation, the amortization of start-up and development costs, mortgage interest costs and interest on all other advances. The payment of income debenture interest is to be made in the order of debenture maturity dates.

The 7% first mortgage and the 9% income debentures are secured by a floating charge on all assets of the company.

8. SHARE CAPITAL

The authorized share capital of the company is comprised of the following:

Common shares
25,000,000 shares with an aggregate consideration not to exceed $25,000,000

Preferred shares
85,000,000 non-participating, non-voting preferred shares, carrying a non-cumulative dividend entitlement of $.07 per share, redeemable at $1 per share. The aggregate consideration is not to exceed $85,000,000.

The company is wholly-owned by the Province of Manitoba and is incorporated under the authority of The Manitoba Natural Resources Development Act.

9. PREFERRED SHARES AND CAPITAL DEFICIT

Capital deficit consists of the expenditures made by the Manitoba Development Corporation in excess of the inventoried net value of the assets established at the date of receivership, January 7, 1971.

Adjustments to the capital deficit and the preferred shares are made under an agreement between the Province of Manitoba, the Manitoba Development Corporation and the company, requiring the Manitoba Development Corporation to carry out the necessary remaining actions with regard to the receivership and pay the necessary charges and make appropriate recoveries. The Province of Manitoba is to reimburse the Manitoba Development Corporation for payments made and to receive from the Corporation any recoveries realized. The company is to reflect the net payments or recoveries by the Province of Manitoba through an issue or cancellation of its preferred shares and an adjustment of capital deficit.

The net recoveries for the year ended September 30, 1982 under the aforementioned terms amounted to $139,484. The company redeemed preferred shares held by Province of Manitoba for this amount during the year.

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 1982

10. COMMITMENTS

Estimated expenditures to complete the construction in progress and commitments to purchase equipment amounted to approximately $1,755,000 as at September 30, 1982 (1981 - $1,599,000).

11. CHANGE OF AUDITORS

The accounts for the year ended September 30, 1981 were examined and reported on by Dunwoody & Company, Chartered Accountants.

Schedule 1

MANITOBA FORESTRY RESOURCES LTD.

COST OF SALES
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
Log inventories, work in process and finished goods at beginning of year, note 4	$13,413	$ 8,945
Production costs -		
Chemicals and fuel	8,821	7,747
Contract and purchased logs	7,682	10,870
Employee benefits	3,736	3,788
Log delivery expense	6,876	9,341
Maintenance supplies and expenses	6,080	6,039
Operating supplies and expenses	5,489	5,073
Salaries and wages	16,069	17,205
Other	436	605
	55,189	60,668
Log inventories, work in process and finished goods at end of year, note 4	(16,909)	(13,413)
	38,280	47,255
	$51,693	$56,200

Schedule 2

MANITOBA FORESTRY RESOURCES LTD.

SELLING EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
Commissions	$ 252	$ 393
Discounts	380	531
Duty, brokerage and taxes	162	330
Freight and storage	6,407	7,204
Other	138	80
Salaries and employee benefits	183	188
	$7,522	$8,726

Schedule 3

MANITOBA FORESTRY RESOURCES LTD.

GENERAL AND ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED SEPTEMBER 30, 1982

	1982	1981
	(Thousands of Dollars)	
Communications	$ 184	$ 166
Insurance	569	518
Office supplies and expenses	453	298
Other	536	359
Professional fees	303	253
Property, business, capital, and payroll taxes	1,352	1,197
Salaries, wages and employee benefits	3,888	3,480
Staff recruiting and relocation	122	117
	$7,407	$6,388

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA HEALTH SERVICES COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Statements A, B, C and Schedule 1, of the Manitoba Health Services Commission for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Manitoba Health Services Commission as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 27, 1983,
Winnipeg, Manitoba.

STATEMENT A

MANITOBA HEALTH SERVICES COMMISSION

BALANCE SHEET

AS AT MARCH 31, 1983

(With 1982 Figures for Comparison)

ASSETS

	1983	1982
	(thousands of dollars)	
Cash on hand and in bank	$ 4,878	$ 2,605
Funds on deposit, Government of the Province of Manitoba	37,697	28,000
Accounts receivable:		
Government of Canada:		
Hospital and personal care home services	-	1,834
Government of the Province of Manitoba	49	42
Other Provinces and Territories	3,141	3,197
Other	239	97
	3,429	5,170
Land, buildings, furniture and equipment at nominal value of one dollar (Note 1)	-	-
	46,004	35,775
Funds held in trust re debenture trust agreements: (Note 2)		
Funds in bank	11,161	3,845
Funds on deposit, Government of the Province of Manitoba	1,925	1,426
	13,086	5,271
	$ 59,090	$ 41,046

The accompanying notes are an integral part of the financial statements.

STATEMENT A

LIABILITIES

	1983	1982
	(thousands of dollars)	
Accounts payable and accrued charges:		
Hospital and personal care home services:		
Liability for unreported claims	$ 2,546	$ 2,270
Estimated adjustment payments under section 87(2) of The Health Services Insurance Act and other costs, net	16,183	11,501
	18,729	13,771
Medical services claims payable	20,334	16,094
Pharmacare claims payable	3,856	3,355
Ambulance grants payable	252	254
Northern patient transportation claims payable	123	85
Other health services claims payable	1,450	1,172
General	307	495
	45,061	35,226
Working capital account, Statement C	943	549
	46,004	35,775
Funds held in trust re debenture trust agreements	13,086	5,271
	$ 59,090	$ 41,046

STATEMENT B

MANITOBA HEALTH SERVICES COMMISSION

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED MARCH 31, 1983

(With 1982 Figures for Comparison)

	1983 (thousands of dollars)	1982
Revenue:		
Grants:		
Government of the Province of Manitoba	$817,922	$698,309
Third party recoveries (Note 1)	2,630	2,033
Miscellaneous income	22	6
Total revenue	$820,574	$700,348
Expenditure:		
Hospital services:		
Hospitals within the Province	$478,862	$410,996
Hospitals outside the Province	9,123	7,663
	487,985	418,659
Medical services	166,650	145,031
Personal care home services	120,011	99,958
Pharmacare	17,249	13,611
Ambulance program	1,981	1,468
Northern patient transportation program	2,204	1,879
Other health services (Note 3)	11,743	8,951
Administrative expenses, Schedule 1	11,762	10,135
Total expenditure	$819,585	$699,692
Excess of revenue over expenditure, Statement C	$ 989	$ 656

The accompanying notes are an integral part of the financial statements.

STATEMENT C

MANITOBA HEALTH SERVICES COMMISSION

STATEMENT OF WORKING CAPITAL ACCOUNT

FOR THE YEAR ENDED MARCH 31, 1983

(With 1982 Figures for Comparison)

		1983	1982
		(thousands of dollars)	
Balance, beginning of period		$ 549	$ 377
Add:	Excess of revenue over expenditure, Statement B	989	656
		1,538	1,033
Deduct:	Adjustment of accounts receivable from the Government of Canada to reflect the most current information available	595	212
	Transfer to the Rehabilitation Centre for Children	-	272
		595	484
Balance, end of period, Statement A		$ 943	$ 549

The accompanying notes are an integral part of the financial statements.

SCHEDULE 1

MANITOBA HEALTH SERVICES COMMISSION

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED MARCH 31, 1983

(With 1982 Figures for Comparison)

	1983	1982
	(thousands of dollars)	
Salaries and employee benefits	$ 8,876	$ 7,629
Professional services	508	513
Office equipment	467	442
Stationery and office supplies	460	435
Postage, express and delivery	373	273
Pension payments on behalf of employees (Note 1)	152	153
Grant in lieu of realty taxes	148	133
Maintenance of land, building and office equipment	121	116
Telephone	117	106
Health and post-secondary education tax levy	105	-
Travel	84	76
Bank charges	79	76
Heat, light, power and water	76	79
Building renovations	71	3
Publicity	65	30
Commissioners' remuneration	40	50
Miscellaneous	20	21
Total administrative expenses, Statement B	$ 11,762	$ 10,135

The accompanying notes are an integral part of the financial statements.

MANITOBA HEALTH SERVICES COMMISSION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1983

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

(a) The financial statements have been prepared on an accrual basis of accounting except for the following:

(i) PENSION

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension disbursements made to retired employees. Such payments are charged to expense as incurred and a provision is not made in the accounts to fund current or past service obligations of the Commission to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Commission's employees amounted to $7,469,000 as at December 31, 1982 ($6,396,000 as at December 31, 1981).

(ii) THIRD PARTY RECOVERIES

Third party recoveries are recorded on a cash basis.

(iii) INVENTORIES

The Commission does not record the value of supplies on hand as an asset. This cost is charged to operating expenditures as incurred.

(iv) LAND, BUILDINGS, FURNITURE AND EQUIPMENT

The cost of land, buildings, furniture and equipment is recorded as an operating expenditure as incurred. As at March 31, 1983, the Commission owns the following fixed assets:

1. Administration building, land, furniture and equipment.
2. Buildings and land occupied by the Rehabilitation Centre for Children Inc.
3. Land for the future development of the Manitoba Adolescent Psychiatric Facility.
4. Diagnostic equipment located in the provincial laboratory and x-ray units throughout the Province.

In addition to the foregoing, on April 1, 1983 the Commission acquired the land, buildings and equipment of the Deer Lodge Hospital from the Government of Canada for the sum of $1.00.

(b) RESTATEMENT OF FIGURES

Where figures for the current fiscal year have been presented in a format different from that of the previous year, the figures for the previous year have been restated in order to preserve comparability.

NOTE 2. CAPITAL FINANCING

Hospitals and personal care homes have obtained financing for capital construction by issuing debentures, or arranging for mortgages or long-term bank loans. The Hospital Capital Financing Authority, which was established in 1972, approves the issue of all securities to finance these capital expenditures and assists in obtaining an orderly market for the sale of the securities.

Funds for servicing approved capital debt incurred for the construction and acquisition of facilities for the provision of insured services are included in the Commission's expenditure. For the year ended March 31, 1983 the costs related to interest and principal repayment included in the expenditures for hospital and personal care home services shown on Statement B amounted to $33,517,000.

In accordance with arrangements with the hospitals and personal care homes, the Commission either holds in trust or disburses to the Province and other trustees, out of funds payable by it to these facilities, sufficient moneys to meet the interest and principal payment and sinking fund provisions for debentures.

At March 31, 1983 the amount of $13,086,000 shown on the balance sheet was being held by the Commission to meet future obligations for:

	(thousands of dollars)
Principal and interest payments to the debenture Trustees payable in the next fiscal year	$ 10,729
Sinking funds for the retirement of debentures	2,357
	$ 13,086
Sinking funds for the retirement of debentures held by another Trustee at March 31, 1983	$ 1,887

As at March 31, 1983 the approved outstanding capital debt of hospitals and personal care homes was:

	(thousands of dollars)
Canadian Dollars	
Debentures:	
Hospitals	$146,175
Less: accumulated sinking funds	4,244
	141,931
Personal care homes	10,700
	$152,631
Mortgages:	
Personal care homes	$ 51,316 (1)
Other:	
Hospitals	$ 13,682
Personal care homes	3,978
	$ 17,660
	$221,607
United States Dollars	
Debentures:	
Hospitals	$ 12,675

(1) Includes $14,012,000 National Housing Act mortgages which are subsidized by the Canada Mortgage and Housing Corporation.

In addition to the approved outstanding debt, lines of credit up to $36,830,000 have been approved to finance capital projects currently in process. On completion of these projects, the borrowings will be converted to long-term debt.

NOTE 3. OTHER HEALTH SERVICES

This group of expenditures includes:

	1983	1982
	(thousands of dollars)	
Optometric	$ 3,721	$ 2,946
Chiropractic	5,809	4,702
Prosthetic and Orthotic	2,213	1,303
	$ 11,743	$ 8,951

PROVINCE OF MANITOBA

THE HORSE RACING COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B and C, of The Horse Racing Commission for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of the Commission as at December 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

The comparative figures as at December 31, 1981 and for the year then ended were reported on by other auditors.

W. K. Ziprick

W. K. Ziprick, C.A.,

Provincial Auditor.

March 28, 1983,

Winnipeg, Manitoba.

Exhibit A

THE HORSE RACING COMMISSION

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison)

	1982	1981
A S S E T S		
Current assets		
Cash on hand and in bank	$ 32,432	$ 1,142
Accounts receivable (Note 3(a) and 4)	277,839	-
	$ 310,271	$ 1,142
L I A B I L I T I E S		
Current liabilities		
Accounts payable (Note 3(a) and 4)	$ 252,021	$ -
Undistributed grants, Exhibit C	20,101	-
Deferred revenue	5,275	-
	277,397	-
Surplus, Exhibit B	32,874	1,142
	$ 310,271	$ 1,142

Exhibit B

THE HORSE RACING COMMISSION

Statement of Revenue and Expenditure and Surplus
for the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Grant from the Government of the Province of Manitoba	$ 358,333	$ 190,000
Fees, licenses and fines (Note 5)	94,646	82,444
Interest, net of bank charges	-	16,132
	452,979	288,576
Expenditure:		
Advertising	4,748	-
Building renovations	3,925	50,928
Commissioners' honoraria	26,750	16,423
Employee benefits	6,127	2,884
Equipment and office furniture	6,043	192
Equipment rentals	2,325	2,202
Health and post secondary education tax levy	1,982	-
Identification supplies	5,919	6,590
Professional fees (Note 6)	64,233	1,805
Memberships and dues	3,775	1,594
Office	16,149	8,156
Research grant	5,000	5,000
Salaries:		
Office	67,296	52,840
Racing secretary M.G.W.H.R.A.	5,600	8,500
Security	15,000	7,841
Stewards and judges	101,391	72,632
Veterinarian	49,846	30,150
Sundry	1,718	138
Telephone	2,388	1,820
Travel	29,632	19,468
Veterinary services	1,400	1,200
	421,247	290,363
Revenue over (under) expenditure	31,732	(1,787)
Surplus at beginning of year	1,142	2,929
Surplus at end of year, Exhibit A	$ 32,874	$ 1,142

Exhibit C

THE HORSE RACING COMMISSION

Statement of Government Grant Receipts and Disbursements
for the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Grant received from the Government of the Province of Manitoba	$ 3,019,905	$ 2,237,772
Grants:		
Breeders' incentives:		
Thoroughbred	411,223	400,128
Standardbred	61,517	50,820
Quarter horse	1,500	1,000
Capital grants:		
Standardbred	28,804	30,000
Quarter horse	6,752	-
Purse supplements:		
Thoroughbred	1,113,642	1,467,137
Standardbred	888,467	266,187
Quarter horse	3,700	4,500
Sire stakes program:		
Standardbred	20,000	18,000
Thoroughbred	38,000	-
Quarter horse	2,000	-
Emergency Fund (Note 4):		
H.B.P.A.	175,000	-
C.T.H.S.	100,000	-
Purse overpayment - H.B.P.A. (Note 3(b))	100,000	-
Administrative grants:		
C.T.H.S.	46,699	-
M.Q.H.R.A.	2,000	-
Rossburn Agricultural Society	500	-
	2,999,804	2,237,772
Undistributed grants, Exhibit A	$ 20,101	$ -

THE HORSE RACING COMMISSION

Notes to the Financial Statements for the year ended December 31, 1982

1. Significant accounting policies

(a) An accrual basis of accounting is followed except for:

i) Capitalization and depreciation

The costs of building renovations, purchases of equipment and office furniture, are charged directly to operations, depreciation is not provided for in the accounts.

ii) Pension liability and expense

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension disbursement made to retired employees. Such payments are to be charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded provision for the Commission's employees amounted to $10,395 as at December 31, 1982.

(b) The operating expenses of the Commission in excess of revenue derived from its regulatory activities are funded through an appropriation of the Government of the Province of Manitoba. Consequently, the Commission will not experience an operating deficit. Administrative grant monies drawn down in excess of actual expenses are retained by the Commission as "surplus" however such surplus funds reduce the administrative grant requirement for the following year.

(c) The Commission acts as a conduit for support grants between the Government of the Province of Manitoba and the horse racing industry. The accounting for these grant funds is reflected separately (Exhibit C) from the general administrative activities of the Commission.

2. Assiniboia Downs 1981 Ltd. closure

In July 1982, the above track operator ceased operations of the track. Under arrangements between the receiver-manager of the above company and the Government of the Province of Manitoba, Winnipeg Racing Ltd., a crown corporation, resumed operation of the track for the balance of the thoroughbred season. Under an arrangement between the receiver-manager and a private sector company the standardbred harness season followed the end of the thoroughbred season.

The occurrence of the temporary closure has affected the comparability of 1982 operations and 1981 operations to some extent; however, the significant differences are highlighted in these notes to the financial statements.

3. Purse overpayments

(a) An arrangement exists whereby 1982 purse overpayments incurred by Winnipeg Racing Ltd. will be reimbursed by the Commission. Based on the audited financial statements of Winnipeg Racing Ltd. as at December 31, 1982 the amount of the purse overpayments amounts to $170,604.

A letter of understanding dated August 7, 1982 from the Horsemen's Benevolent and Protective Association (H.B.P.A.) provides that the H.B.P.A. will in turn reimburse the Commission for the 1982 purse overpayment from the H.B.P.A.'s share of 1983 grant monies related to exotic wagering.

The amount of the purse overpayment is reflected on the balance sheet under both "accounts receivable" and "accounts payable".

(b) In addition to the purse overpayment incurred by Winnipeg Racing Ltd., a similar condition existed while Assiniboia Downs 1981 Ltd. was operating the track. A grant of $100,000 was paid over to the H.B.P.A., which represented a portion of its share of grants related to exotic wagering and it in turn provided this amount to Assiniboia Downs 1981 Ltd. in respect to the purse overpayments.

4. Emergency Fund

The track closure referred to in note 2 resulted in a default by Assiniboia Downs 1981 Ltd. on monies owing to horsemen in the amount of $659,572.

An agreement dated July 21, 1982 between the Horsemen's Benevolent and Protective Association (H.B.P.A.), the Canadian Thoroughbred Horse Society (C.T.H.S.) and The Horse Racing Commission provides for the payment of the above amount to individual horsemen. The agreement further provides for the contribution of specified funds towards establishing an emergency fund, from which the outstanding obligations are to be paid.

A summary of the transactions and the year end financial position of the emergency fund is as follows:

Contributions received during the year:	
C.T.H.S. - indemnity bond proceeds	$ 125,000
- portion of grants related to exotic wagering	100,000
H.B.P.A. - indemnity bond proceeds	100,000
- portion of grants related to exotic wagering	175,000
Commission - from purse supplement monies held in trust for horsemen	52,587
	552,587
Contributions receivable from H.B.P.A. and C.T.H.S. (on an equal basis) at year end	106,985
Total default to horsemen	659,572
Payments during the year	582,792
Outstanding default obligation at year end	$ 76,780

4. Emergency Fund (continued)

The above H.B.P.A. and C.T.H.S. contributions receivable of $106,985 and the balance of the agreement obligation in the amount of $76,780 are reflected on the balance sheet under "accounts receivable" and "accounts payable" respectively. H.B.P.A.'s and C.T.H.S.'s contributions receivable will be provided through their 1983 grant monies related to exotic wagering.

The agreement further provides that if surplus funds of Winnipeg Racing Ltd. should result from its operations, then that surplus will form a part of the emergency fund. The availability of such monies will reduce H.B.P.A.'s and C.T.H.S.'s outstanding contribution on an equal basis. The audited financial statements of Winnipeg Racing Ltd. as at December 31, 1982 reflects an operating surplus of $13,957.

5. Fees, licences and fines

	1982	1981
Thoroughbred		
Fees and licences	$ 55,652	$ 69,964
Fines	4,855	5,190
	60,507	75,154
Quarterhorse fees and licences	549	-
Standardbred		
Fees and licences	29,735	6,000
Fines	3,855	1,290
	33,590	7,290
	$ 94,646	$ 82,444

6. Professional fees

Included in professional fees are costs that are of a special non-recurring nature largely associated with the sudden closure of the track as outlined in note 2. The closure related costs incurred are essentially for legal and financial consulting services. In addition, because of special circumstances, the Commission covered certain medical expenses for one of its employees. The non-recurring expenses included in "professional fees" are as follows:

Closure related legal and financial consulting services	$ 56,583
Medical expense paid on behalf of employee	5,400
	$ 61,983

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedules 1 and 2 of The Manitoba Hospital Capital Financing Authority for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepting auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Hospital Capital Financing Authority as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policy stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincal Auditor's Office.

November 24, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
A S S E T S		
Current assets		
Accrued interest	$ 194,242	$ 205,867
Investments, Schedule 1	4,899,500	5,214,500
	$ 5,093,742	$ 5,420,367
L I A B I L I T I E S		
Accrued bond interest	$ 194,242	$ 205,867
Bonds payable, Schedule 2	4,899,500	5,214,500
	$ 5,093,742	$ 5,420,367

Exhibit B

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

Statement of Income and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income: Interest earned on investments	$ 581,513	$ 605,147
Expenditure: Bond interest	581,513	605,147
Excess of income over expenditure	-	-

Schedule 1

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

Statement of Investments
as at March 31, 1983
(with 1982 figures for comparison)

	Interest Rate %	1983	1982
Serial debentures issued by:			
Personal Care Homes	9.50	$ 148,000	$ 183,500
	9.75	202,500	202,500
	10.00	798,500	798,500
Selkirk Linen Services Inc.	11.125	1,332,500	1,435,000
	15.75	678,000	740,000
West - Manitoba Regional Laboratory Services Inc.	9.50	85,000	170,000
	9.75	425,000	425,000
	10.00	850,000	850,000
Parkland Regional Hospital Laundry Ltd.	15.75	380,000	410,000
Investments, Exhibit A		$ 4,899,500	$ 5,214,500

Schedule 2

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

Statement of Bonds Payable
as at March 31, 1983
(with 1982 figures for comparison)

Series Number	Interest Rate %	Year of Maturity	1983	1982
1A	11.125	1983-95	$ 1,332,500	$ 1,435,000
2A	10.00	1984-98	172,500	172,500
3A	9.50	1984-88	112,500	112,500
3B	10.00	1989-98	225,000	225,000
3C	9.50	1983	120,500	241,000
3D	9.75	1984-88	627,500	627,500
3E	10.00	1989-98	1,251,000	1,251,000
4A	15.75	1983-93	678,000	740,000
4B	15.75	1983-95	380,000	410,000
Bonds Payable, Exhibit A			$ 4,899,500	$ 5,214,500

THE MANITOBA HOSPITAL CAPITAL FINANCING AUTHORITY

Notes to Financial Statements
March 31, 1983

1. Nature of the Authority

The Manitoba Hospital Capital Financing Authority was established by The Hospital Capital Financing Authority Act in June 1972. The objectives of the Authority are:

i) to approve the issuance of securities for capital expenditure by operators of hospitals or other health facilities,

ii) to assist such operators by ensuring an orderly market for the sale of securities issued by hospitals or other health facilities,

iii) to purchase securities issued by hospitals or other health facilities with money borrowed by the Authority.

2. Accounting Policy

The Authority uses the accrual basis of accounting.

3. Investment and Bonds Payable

The Authority's investments in various health facility debentures are entirely offset by bonds issued by the Authority to Government Agencies who, do not qualify to purchase the health facility debentures directly.

4. Financing Approvals

During the year ended March 31, 1983 the Authority approved the issue of securities totalling $75,410,000 (1982 - $38,383,000).

5. Services Provided by the Province

The Province of Manitoba provides administrative services at no charge to the Authority.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA HOUSING AND RENEWAL CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of The Manitoba Housing and Renewal Corporation as at March 31, 1983 and the statements of operations, reserves and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the corporation as at March 31, 1983 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles described in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

The accounts for the year ended March 31, 1982 were examined and reported on by other auditors.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 15, 1983,
Winnipeg, Manitoba.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

BALANCE SHEET

MARCH 31, 1983

(with comparative figures at March 31, 1982)

ASSETS

	1983	1982
Current assets:		
Cash	$ 359,116	$ 616,822
Accounts receivable and accruals -		
Canada Mortgage and Housing Corporation	5,031,622	3,474,371
Province of Manitoba and its agencies	495,844	111,533
Other	1,516,750	1,182,624
Prepaid expenses	22,227	25,040
	7,425,559	5,410,390
Loans and mortgages receivable (note 3)	14,797,181	9,436,466
Housing and land (housing projects):		
Urban and rural for rent or for sale		
Completed	253,346,769	253,917,895
Under construction	1,812,818	
Rural and northern		
Completed - for rent	9,954,140	6,858,749
- for sale	4,786,776	4,622,399
Under construction	3,152,019	1,989,686
	273,052,522	267,388,729
Housing investment (note 4)	10,027,862	9,542,251
Land:		
Under development	5,383,405	7,895,587
Held for future development	36,092,110	32,675,534
Leased	1,921,143	1,866,428
	43,396,658	42,437,549
Other fixed assets (note 5)	1,109,325	1,119,158
Deferred finance costs (note 13)	147,583	179,574
Renewal schemes, net:		
Expenditures on projects under development	2,732,983	2,830,957
Deferred expenditures	82,155	95,357
	2,815,138	2,926,314
	$352,771,828	$338,440,431

(see accompanying notes)

LIABILITIES

	1983	1982
Current liabilities:		
Accounts payable and accruals	$ 9,972,799	$ 5,695,948
Holdbacks on construction projects	166,392	88,167
Deferred rental income	73,807	66,199
Deferred subsidy account	16,998	(67,446)
	10,229,996	5,782,868
Deferred revenue (note 6)	231,506	234,713
Long-term debt:		
Province of Manitoba (schedule 1)	74,457,512	64,254,355
Canada Mortgage and Housing Corporation (schedule 2)(note 7)	237,513,416	239,872,605
	311,970,928	304,126,960
Less Sinking Fund on deposit with the Minister of Finance (schedule 3)(note 8)	7,109,640	5,854,923
	304,861,288	298,272,037
Mortgages payable, assumed on property acquisitions (note 9)	5,117,810	5,144,063
Other	5,817	5,817
	309,984,915	303,421,917
Financing provided by Canada Mortgage and Housing Corporation for rural and northern housing programs	18,969,005	15,883,854
Reserves	13,356,406	13,117,079
	$352,771,828	$338,440,431

Approved on behalf of the Board:

THE MANITOBA HOUSING AND RENEWAL CORPORATION

STATEMENT OF RESERVES

YEAR ENDED MARCH 31, 1983

(with comparative figures for 1982)

	1983	1982
Renewal Scheme Development Reserve:		
Balance at beginning of year	$ 2,203,878	$ 2,036,288
Add- transfer from General Reserve	53,558	179,885
	2,257,436	2,216,173
Less-amortization of deferred expenditures	13,203	12,295
Balance at end of year	2,244,233	2,203,878
Sinking Fund Reserve:		
Balance at beginning of year	5,854,923	4,769,830
Add - provision:		
statutory	698,796	681,896
amount equal to investment income	707,421	544,697
	7,261,140	5,996,423
Less - transfer to General Reserve for Renewal Scheme Development debenture payment	151,500	141,500
Balance at end of year	7,109,640	5,854,923
General Reserve:		
Balance at beginning of year	5,058,278	3,199,563
Add - transfer from Sinking Fund Reserve	151,500	141,500
	5,209,778	3,341,063
Less - transfer to (from) operations	1,153,687	(1,897,100)
- transfer to Renewal Scheme Development Reserve:		
Corporation's share of development expenditure	72,220	38,372
principal payment on debenture debt	151,532	141,513
Less - Corporation's share of recoveries	(170,194)	
	53,558	179,885
Balance at end of year	4,002,533	5,058,278
Total Reserves	$13,356,406	$13,117,079

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION

STATEMENT OF OPERATIONS

YEAR ENDED MARCH 31, 1983
(with comparative figures for 1982)

	1983	1982
Revenue:		
Grants from the Province of Manitoba (note 10)	$39,251,012	$31,320,246
Interest	1,140,919	1,572,357
Other	113,844	211,115
	$40,505,775	$33,103,718
Expenditure:		
Interest on demand notes	$ 1,074,980	$ 2,169,906
Interest applied to construction and land held for development and subsidies	(1,074,980)	(2,169,906
Corporation's share of operating subsidies on housing programs	18,730,519	17,611,833
Critical Home Repair Program	2,936,678	809,035
Core Area Home Repair Program	26,976	
Community Improvement Program	276,146	956,599
Neighborhood Improvement Program	604,923	1,062,000
Winnipeg Core Area Improvement Program	132,241	
Winnipeg Core Area Initiatives Grant for Homeowners	12,500	
The Elderly and Infirm Persons' Housing Act	206,115	208,776
Non-profit housing corporations	1,724,689	708,080
Winnipeg Housing Rehabilitation Corporation	385,000	
Shelter Allowance for Elderly Renters	2,523,705	2,568,586
Shelter Allowance for Family Renters	981,539	1,304,347
Mortgage Interest Rate Relief Program	1,288,914	
Pensioner Tenants School Tax Assistance	1,730,661	717,797
Short-term Job Creation Program	1,146,440	
Administrative, net (schedule 4)	5,189,728	3,473,008
Sinking Fund	1,406,217	1,226,593
Provision for loss on land (note 11)	1,821,256	555,600
Net loss (gain) on land sales	521,195	(21,673
Professional fees and other charges incurred on cancelled projects	14,020	26,038
	41,659,462	31,206,618
Transfer (from) to General Reserve	(1,153,687)	1,897,100
	$40,505,775	$33,103,719

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED MARCH 31, 1983

(with comparative figures for 1982)

	1983	1982
Sources of working capital:		
Net (expense) revenue from operations	$(1,153,687)	$1,897,100
Add (deduct) items not affecting working capital -		
Provision for loss on land	1,821,256	555,600
Depreciation on housing projects to the extent not recovered from Canada Mortgage and Housing Corporation	407,243	362,200
Depreciation on other fixed assets	235,812	180,523
Amortization of deferred financing costs	31,990	31,990
Amortization of deferred revenue	(3,207)	(3,081)
	1,339,407	3,024,332
Canada Mortgage and Housing Corporation, including financing for rural and northern housing programs	1,442,130	1,924,459
Advances from Province of Manitoba	12,356,968	
Renewal Scheme Development recoveries, net	97,973	(38,372)
Transfer from Sinking Fund Reserve for Renewal Scheme Development debenture payment	151,500	141,500
	14,048,571	2,027,587
	15,387,978	5,051,919
Applications of working capital:		
Housing programs, net	6,063,886	1,919,667
Land held for development and leased, net	2,780,365	3,446,099
Housing investment	492,760	563,816
Loans and mortgages receivable -		
Rural and Northern Housing Program	(212,537)	44,382
Critical Home Repair Program, net	258,588	(587,583)
The Pas Mobile Home Subdivision, net	(24,516)	(1,119)
Homes in Manitoba Program, net	4,568,811	
Lease/purchase land agreements, net	771,633	
Other	(1,264)	4,321
Long-term debt principal repayments -		
Province of Manitoba	2,153,811	301,924
Canada Mortgage and Housing Corporation	716,168	662,773
Mortgages payable	26,253	43,372
Other		250
Acquisition of other assets	225,979	197,939
	17,819,937	6,595,841
(Decrease) in working capital	(2,431,959)	(1,543,922)
Working capital (deficiency), beginning of year	(372,478)	1,171,444
Working capital (deficiency), end of year	$(2,804,437)	$(372,478)

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

1. Nature of the corporation

The Manitoba Housing and Renewal Corporation ("M.H.R.C.") was established as a crown corporation by The Housing and Renewal Corporation Act on June 21, 1967. The objective of the corporation is to improve standards of living accommodation in the province and to assist residents to obtain living accommodation of reasonable standards.

2. Significant accounting principles

All net operating costs and net losses are recoverable from the Province to the extent not recoverable from Canada Mortgage and Housing Corporation ("C.M.H.C.").

The following are the significant accounting principles followed by M.H.R.C.:

a) Deferred operating costs

Operating costs that primarily relate to the public housing, the rural and northern, and the rent supplement programs are determined on the basis of a calendar year ended December 31. Net expenditures incurred by M.H.R.C. from January 1 to March 31 are reflected in the Deferred subsidy account shown on the Balance Sheet and represent charges to be applied to the next fiscal year's operations of M.H.R.C. Its share of the costs for the calendar year is reflected in the Statement of Operations as the Corporation's share of operating subsidies on housing programs.

2. Significant accounting principles (continued)

b) Capitalized costs

Capital costs on housing under construction and land held for development include carrying costs consisting of interest, a share of administrative expenditures and grants in lieu of municipal property taxes where applicable, less revenue derived from use of undeveloped land.

c) Losses on sale of land and housing currently under development for sale and on abandonment of projects

Losses are recognized in the fiscal year that they become apparent.

d) Pension costs

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees amounted to $1,137,000 as at December 31, 1982.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

2. Significant accounting principles (continued)

e) Housing and land

Housing for rent is valued at cost less depreciation which is based on the annual principal repayment of the related debt financing.

Housing for sale is valued at cost with the following exceptions:

Housing constructed under the remote housing program is valued at cost less depreciation. Although available for sale, this housing has been used as rental housing for several years. Depreciation is based on an imputed principal repayment equivalent to that of 100% debt financing. The interest rate and amortization period inherent in C.M.H.C. related financing is used as the basis for the calculation.

Other housing which is under commercial development is valued at cost less a provision for any estimated losses.

f) Housing investment

Housing investment is carried at cost less an amount equal to the annual principal repayment of the related debt.

g) Land

Land under development is valued at cost, less provision for any estimated losses.

Land held for future development is valued at cost, less interest charged on expropriated land.

Land leased is valued at cost, less lease revenue.

2. Significant accounting principles (continued)

h) Other fixed assets

Other fixed assets are reflected at cost less depreciation provided on the following bases:

Buildings - straight-line based on a 50 year useful life or if funded, based on the annual principal repayment of the related debt financing, also over 50 years.

Leasehold improvements - based on the term of the lease, up to 5 years.

Office furnishings and construction equipment - 20% of the undepreciated balance.

Automotive equipment - 30% of the undepreciated balance.

Propane Distribution System - Churchill - based on the annual principal repayment of proposed debt financing, over 10 years.

Depreciation is included in M.H.R.C.'s administrative expenses or charged directly to applicable programs.

i) Renewal schemes

Expenditures on projects under development are carried at cost. The portion of the expenditure not funded by the Province is offset by the Renewal Scheme Development Reserve.

Deferred expenditures are carried at cost less amortization which is based on the annual principal repayment of the related debt financing, over 15 years.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

2. Significant accounting principles (continued)

j) Reserves

M.H.R.C. maintains the following reserves:

a) Renewal Scheme Development Reserve

The reserve is maintained at an amount equal to the portion of the renewal schemes' expenditures not funded by the Province. Amounts are transferred to the Renewal Scheme Development Reserve from the General Reserve in the amount of principal repayment on urban renewal debenture debt plus any unfunded expenditures on renewal schemes.

b) Sinking Fund Reserve

Each year an amount equal to the payment required to be made to the Sinking Fund on deposit with the Minister of Finance is transferred from operations to the reserve.

c) General Reserve

The net revenue or expenditure from operations is transferred annually to this reserve.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

3. Loans and mortgages receivable

Loans and mortgages receivable consist of the following:

	1983	1982
Rural and Northern Housing Program	$ 7,703,911	$7,916,448
Critical Home Repair Program	1,404,497	1,145,909
The Pas Mobile Home Subdivision	311,369	335,885
Homes in Manitoba Program	4,568,811	
Lease/purchase land agreements	771,633	
Other	36,960	38,224
	$14,797,181	$9,436,466

4. Housing investment

The housing investment of $10,027,862 shown on the Balance Sheet as at March 31, 1983 reflects M.H.R.C.'s share of the portion of the Rural and Northern Program administered by C.M.H.C. in the amount of $8,908,137 and also M.H.R.C.'s share of the capital cost of four urban housing projects in the City of Winnipeg amounting to $1,119,725. The latter investment is being amortized on an individual project basis over a term of 25 to 50 years with interest rates from 5 3/4% to 12 1/2%.

5. Other fixed assets

	1983			1982
	Cost	Accumulated Depreciation	Net	Net
Land	$ 71,900	$	$ 71,900	$ 71,900
Buildings	321,665	53,435	268,230	274,478
Leasehold improvements	325,919	138,394	187,525	216,238
Office furnishings	427,733	241,589	186,144	84,916
Construction equipment	20,607	17,690	2,917	3,163
Automotive equipment	225,906	163,405	62,501	55,434
Propane distribution system - Churchill	738,026	435,454	302,572	384,879
RTM	30,250	2,714	27,536	28,150
	$2,162,006	$1,052,681	$1,109,325	$1,119,158

6. Deferred revenue

	1983	1982
Long-term land lease prepaid, expiring in 2039	$ 87,051	$ 88,590
Long-term rental subsidies received in advance from sponsors	144,455	146,123
	$231,506	$234,713

7. Long-term debt - C.M.H.C.

After finalization of the project's costs, the advances made by C.M.H.C. were converted to debentures to the extent of 90% of the C.M.H.C. approved final costs. M.H.R.C. has issued a total of 377 debentures for housing and land as at March 31, 1983. These debentures are repayable over a maximum 50 year term with interest rates varying from 6 7/8% to 11%. As of March 31, 1983, 6 debentures have been issued for renewal schemes and are repayable in equal annual instalments over a maximum 15 year term with interest rates varying from 6 3/8% to 8 1/4%. Further particulars regarding the debentures are shown on Schedule 2.

8. Sinking Fund

M.H.R.C. is required to maintain a sinking fund on deposit with the Minister of Finance. The required minimum annual payment to the Sinking Fund must equal 4% of the sinking fund balance as at the end of the preceding fiscal year plus 1% of the advances and borrowings of M.H.R.C. which are not secured by a first mortgage on land or by an agreement or debenture that provides for the retirement of the debt by annual repayments of principal and interest. Income earned on sinking fund investments is paid to M.H.R.C. and reflected in the Statement of Operations. An amount equal to the income earned is set aside in the Sinking Fund in addition to the minimum annual statutory payment.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

9. Long-term debt - mortgages payable

The mortgages payable of $5,117,810 as at March 31, 1983 assumed on property acquisitions require principal and interest payments amounting to $484,052 annually.

10. Grants from the Province of Manitoba

	1983	1982
Grant funds deferred or held, beginning of year	$	$ 2,575,000
Grant funds approved	37,531,200	32,527,400
Less-Grant funds not drawn	1,313,500	4,500,000
	36,217,700	30,602,400
Grant funds received for:		
Mortgage Interest Rate Relief Program	1,590,226	
Less - applied to administrative expenditures	301,312	
	1,288,914	
Pensioner Tenants School Tax Assistance	1,731,898	717,846
Winnipeg Core Area Initiatives Grant for Homeowners	12,500	
	3,033,312	717,846
Grant funds from the Province reflected in the Statement of Operations	$39,251,012	$31,320,246

11. Provision for loss on land

	1983	1982
Land under development	$1,602,856	$325,000
Land held for future development	218,400	230,600
	$1,821,256	$555,600

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

12. Commitments

The following commitments exist as at March 31, 1983:

a) M.H.R.C. has guaranteed the repayment of mortgages in the amount of $3,099,141. The guarantee arose on the disposal of M.H.R.C.'s share of mortgages under the Mortgage Lending Program to the Cooperative Credit Society of Manitoba in the amount of $600,727 and $2,498,414 of mortgages guaranteed under the Mobile Home Program. A guarantee fee of 2% charged to each borrower is paid into the mortgage insurance fund. As at March 31, 1983 the fund amounting to $132,214 (March 31, 1982 - $136,435) was on deposit with the Minister of Finance.

b) M.H.R.C. has a commitment to assist certain housing cooperatives in the amount of up to $183,400.

c) M.H.R.C. provides grants under the Elderly and Infirm Persons' Housing Act of approximately $206,000 annually under various agreements lasting up to 50 years.

d) Under the terms of a lease agreement expiring October 31, 1985, M.H.R.C. is committed to make annual lease payments of $219,354 for their premises.

e) M.H.R.C. is committed to share in the capital costs under three similar Federal/Provincial/Municipal agreements for the rehabilitation and improvement of neighbourhood facilities and services in urban centres. The Province's 25% share of commitments for these programs is $2,466,000.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

NOTES TO FINANCIAL STATEMENTS

MARCH 31, 1983

12. Commitments (continued)

f) M.H.R.C. has agreed to provide grants to the Winnipeg Housing Rehabilitation Corporation for the purposes of acquisition, improvement and rehabilitation of buildings in certain areas of the City of Winnipeg. M.H.R.C.'s commitment to this corporation is $385,000.

g) M.H.R.C. is committed to expend $30,950,000 to complete housing under construction.

h) M.H.R.C. is committed under the Critical Home Repair Program for undisbursed balances on approved loans and grants for $839,000.

13. Note payable in U.S. currency

Advance number 13, on the Schedule of Long-Term Debt Payable to the Province of Manitoba, is a note payable in U.S. currency. Based on the rate of exchange prevailing at March 31, 1983, $13,533,880 would be required to discharge this debt at March 31, 1983, whereas the debt is included in the Schedule in the amount of $12,427,811. The related deferred finance charges are being amortized based on the term of the debt repayment, over 10 years.

14. Comparative figures

Certain comparative figures on the financial statements have been restated to conform with the presentation of the current year.

THE MANITOBA HOUSING AND RENEWAL CORPORATION

SCHEDULE 1

SCHEDULE OF LONG-TERM DEBT

PAYABLE TO PROVINCE OF MANITOBA

YEAR ENDED MARCH 31, 1983

(with comparative figures for 1982)

				1983	1982
Demand notes payable, convertible to long-term advances: Housing and Land				$13,463,466	$ 2,290,252
Long-term advances:					
Advance Number	Interest Rates	Year of Final Payment	Annual Payment of Principal and Interest		
1	8.36	2023	$ 458,971	5,263,567	5,281,122
2	8.28	2024	57,552	667,962	670,041
3	8.49	2022	43,602	484,659	486,104
4	8.60	2025	140,722	1,574,118	1,579,112
5	10.1549	2026	492,902	4,655,162	4,662,224
6	10.35	2003	258,373	1,113,835	1,243,505
7	10.45	2003	718,320	6,021,320	6,101,983
8	10.1204	2027	349,046	3,360,139	3,368,149
9	11.25	2027	196,636	1,298,715	1,340,324
10	11.25	1994	1,305,613*	11,605,451	13,418,300
11	10.7477	2028	371,307	3,335,012	3,338,104
12	12.00	1999	214,206	1,525,068	1,552,923
13 (note 13)	9.625	1990	1,295,625*	12,427,811	12,427,811
14	10.3113	2028	426,291	4,077,230	4,082,538
15	14.50	2000	28,692	180,582	182,772
16		2029	252,246	2,227,482	2,229,091
17	13.125	2002	14,690	99,845	
18		2029	122,522	1,076,088	
			$6,747,316	60,994,046	61,964,103
				$74,457,512	$64,254,355

*Interest only.

(see accompanying notes)

SCHEDULE 2

THE MANITOBA HOUSING AND RENEWAL CORPORATION

SCHEDULE OF LONG-TERM DEBT

PAYABLE TO CANADA MORTGAGE AND HOUSING CORPORATION

YEAR ENDED MARCH 31, 1983

(with comparative figures for 1982)

Number of Debentures	Interest Rates	Year of Final Payment	Annual Payment of Principal and Interest	1983	1982
Advances convertible to debentures:					
Housing and Land				$	$ 2,304,288
Debentures:					
			Housing and Land		
2	7 1/2	1987	$ 39,104	157,976	183,234
3	7 1/2	1988	33,885	136,581	158,365
2	8	1989	41,265	505,700	587,700
1	7	1990	31,741	170,335	188,640
2	10	1999	163,529	1,595,408	1,859,693
4	9 3/8 - 10 3/4	2001	334,432	3,114,015	3,321,198
2	10 1/2	2002	14,411	133,740	133,740
9	9 3/8 - 10 3/4	2005	754,543	7,332,372	8,689,735
1	8 1/4	2006	62,267	624,316	633,262
1	9 1/2	2007	44,761	410,624	415,022
1	7 1/2	2009	20,155	224,893	227,654
2	7 5/8 - 9 3/4	2011	16,932	169,817	171,200
4	6 7/8 - 7 7/8	2021	111,030	1,414,347	1,421,479
34	7 1/4 - 7 7/8	2022	1,632,386	19,241,176	19,313,203
57	7 1/4 - 8 1/4	2023	2,990,682	36,787,079	36,929,499
37	7 1/2 - 8 5/3	2024	1,161,750	13,986,692	14,043,982
50	7 5/8 - 10 3/8	2025	1,666,573	19,014,558	19,066,424
50	7 5/8 - 10 3/4	2026	2,715,447	27,645,573	27,694,451
43	7 7/8 - 10 3/4	2027	4,100,410	38,800,814	38,850,976
28	9 3/8 - 10 3/4	2028	3,128,447	29,599,271	29,631,782
21	9 1/2 - 10 1/4	2029	1,924,027	19,008,458	19,030,529
13	9 1/2 - 11	2030	1,869,441	16,868,767	14,294,113
377			$22,857,218	236,942,512	236,845,881
			Renewal Schemes		
1	6 3/8	1983	$ 76,990	72,307	140,215
1	6 3/8	1984	15,929	29,010	42,206
1	6 3/8	1985	19,646	52,053	67,338
1	6 3/8	1986	716	2,456	2,979
1	7 1/4	1987	20,242	82,154	95,357
1	8 1/4	1988	72,937	332,924	374,341
6			$ 206,460	570,904	722,436
				$237,513,416	$239,872,605

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION

SCHEDULE 3

SCHEDULE OF ASSETS ON DEPOSIT WITH THE MINISTER OF FINANCE FOR SINKING FUND

YEAR ENDED MARCH 31, 1983

	PAR VALUE	COST
Manitoba Hydro-Electric Board:		
6 1/4% bonds due October 1, 1986	$ 330,000	$ 253,309
5 1/4% bonds due March 1, 1988	91,000	64,598
6 1/4% bonds due February 1, 1989	415,000	290,569
8% bonds due April 1, 1991	915,000	715,147
8 1/2% bonds due September 15, 1991	616,000	528,773
6% bonds due April 15, 1992	912,000	525,043
8 1/4% bonds due August 31, 1992	455,000	341,275
6 1/2% bonds due September 1, 1992	397,000	226,781
8 3/8% bonds due August 1, 1998	25,000	18,781
8 3/8% bonds due December 17, 1998	167,000	132,202
Manitoba Telephone System:		
5 1/2% bonds due November 15, 1983	147,000	124,500
5 1/4% bonds due December 1, 1984	88,000	69,632
5 1/2% bonds due December 2, 1986	188,000	139,820
7% bonds due February 15, 1993	995,000	700,372
8 3/4% bonds due March 1, 1999	360,000	251,648
	$6,101,000	4,382,450
Cash, interest bearing		2,727,190
		$7,109,640

(see accompanying notes)

SCHEDULE 4

THE MANITOBA HOUSING AND RENEWAL CORPORATION

SCHEDULE OF ADMINISTRATIVE EXPENDITURES

YEAR ENDED MARCH 31, 1983

(with comparative figures for 1982)

	1983	1982
Advertising and exhibits	$ 166,700	$ 1,665
Automotive and travel	268,533	161,052
Board of Directors	75,805	75,193
Computer services	731,271	356,575
Depreciation - office furnishings and automotive equipment	73,322	45,032
- office premises	5,523	5,478
Employer's share of employee benefits	141,474	103,532
Health and post-secondary education tax levy	51,695	
Equipment operation and rentals	28,790	32,069
Memberships, conferences and publications	56,168	18,907
New program development costs	345,443	259,285
Office accommodations and renovations	356,514	304,790
Postage and telephone	193,030	107,113
Printing and stationery	211,009	104,829
Professional fees	214,560	69,284
Salaries	3,913,990	2,924,752
Sundry	93,827	55,941
	6,927,654	4,625,497
Less - administrative expenditures applied to construction and housing program operating subsidies	1,261,353	1,032,632
- recoveries related to programs administered for Government departments and agencies:		
Manitoba Interest Rate Relief Program	301,312	
Home Insulation Loan Program	58,878	
Residential Rehabilitation Assistance Program	116,383	119,857
	1,737,926	1,152,489
Administrative expenditures, net	$5,189,728	$3,473,008

(see accompanying notes)

THE MANITOBA HYDRO-ELECTRIC BOARD

AUDITORS' REPORT

We have examined the consolidated balance sheet of The Manitoba Hydro-Electric Board as at March 31, 1983 and the consolidated statements of operations, reserves and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Corporation as at March 31, 1983 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles set out in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

The comparative figures for 1982 were reported on by another firm of chartered accountants.

Peat, Marwick, Mitchell & Co.
CHARTERED ACCOUNTANTS

May 31, 1983
Winnipeg, Canada

THE MANITOBA HYDRO-ELECTRIC BOARD

Consolidated Balance Sheet
AS AT MARCH 31, 1983 (with 1982 figures for comparison)

ASSETS

	1983	1982
	(thousands of dollars)	
ELECTRIC UTILITY PLANT (at cost)		
In service	$2 945 435	$2 891 325
Less: Accumulated depreciation	584 534	524 720
	2 360 901	2 366 605
Construction in progress	272 013	202 544
	2 632 914	2 569 149
INVESTMENTS (at cost)—Schedule A	5 332	5 354
CURRENT ASSETS		
Temporary investments	124 000	30 500
Accounts receivable	45 962	46 361
Accrued revenue	12 633	13 161
Interest receivable and accrued	7 721	6 806
Materials and supplies (at average cost)	26 864	25 704
Prepaid expenses	941	1 337
	218 121	123 869
DEFERRED ASSETS		
Unamortized discount and other	28 108	27 442
	$2 884 475	$2 725 814

Approved on behalf of the Board:

Saul Cherniack, Chairman

C.E. Curtis, Vice-Chairman

LIABILITIES AND RESERVES

	1983	1982
	(thousands of dollars)	
LONG-TERM DEBT (Note 3)—Schedule B		
The Manitoba Hydro-Electric Board Bonds	$1 419 851	$1 510 803
Advances from the Province of Manitoba represented by Debenture Debt of the Province	1 227 228	964 184
Advances from the Province of Manitoba under a Loan Agreement between the Province and the Government of Canada	133 722	129 665
	2 780 801	2 604 652
Less: Sinking fund on deposit with The Minister of Finance—Schedule C	240 417	231 399
Less: Current portion (net of sinking fund)	172 823	75 366
	2 367 561	2 297 887
CURRENT LIABILITIES		
Bank balances	2 176	1 548
Accounts payable and accrued liabilities	29 653	28 177
Notes payable (due within one year)	100 644	102 744
Contract holdbacks	1 015	190
Accrued interest	81 942	75 672
Current portion of long-term debt	172 823	75 366
	388 253	283 697
DEFERRED LIABILITIES	11 680	10 107
DEFERRED CREDITS		
Contributions in aid of construction and other	34 954	32 967
RESERVES	82 027	101 156
	$2 884 475	$2 725 814

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Consolidated Statement of Operations

FOR THE YEAR ENDED MARCH 31, 1983 (with 1982 figures for comparison)

	1983	1982
	(thousands of dollars)	
REVENUES		
Sale of power -		
Manitoba	$305 067	$311 354
Extraprovincial	105 411	72 384
Other revenue	4 217	3 865
	414 695	387 603
EXPENSES		
Operating and administrative	150 078	129 413
Depreciation—plant	61 718	60 127
Fuel and power purchased	8 192	16 711
	219 988	206 251
Net revenue before interest expense	194 707	181 352
INTEREST EXPENSE		
Interest on debt	272 640	254 061
Amortization of debt discount and expense	3 036	3 046
Interest applied to construction	(29 329)	(26 128)
Investment income	(32 511)	(25 435)
	213 836	205 544
NET EXPENSE TRANSFERRED TO RESERVES	$ 19 129	$ 24 192

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Consolidated Statement of Reserves

FOR THE YEAR ENDED MARCH 31, 1983 (with 1982 figures for comparison)

(thousands of dollars)

	1983			1982
	Contingency and General	Rate Stabilization	Total	Total
BALANCE - BEGINNING OF YEAR	$123 829	$(22 673)	$101 156	$125 348
Net expense transferred from operations	—	(19 129)	(19 129)	(24 192)
BALANCE - END OF YEAR	$123 829	$(41 802)	$ 82 027	$101 156

Consolidated Statement of Changes in Financial Position

FOR THE YEAR ENDED MARCH 31, 1983 (with 1982 figures for comparison)

(thousands of dollars)

	1983	1982
SOURCE OF FUNDS		
From operations		
Net expense	$ (19 129)	$ (24 192)
Provision for depreciation—plant	61 718	60 127
Amortization of debt discount and expense	3 036	3 046
Transportation fleet depreciation and other items	2 692	3 104
	48 317	42 085
Proceeds from long-term debt	273 963	175 393
Contributions and advances in aid of construction, less refunds	4 519	3 854
Other transactions—net	207	(102)
	327 006	221 230
APPLICATION OF FUNDS		
Additions to fixed assets	128 956	103 954
Decrease in long-term debt	172 840	75 387
Sinking fund payment	35 514	33 640
	337 310	212 981
INCREASE (DECREASE) IN WORKING CAPITAL	$ (10 304)	$ 8 249

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Notes to the Consolidated Financial Statements
FOR THE YEAR ENDED MARCH 31, 1983

NOTE 1—SIGNIFICANT ACCOUNTING POLICIES

The financial statements include the accounts of the Corporation and all of its wholly-owned inactive subsidiaries and have been prepared in accordance with generally accepted accounting principles except for the accounting for pension costs as noted in d) below.

a) Electric Utility Plant

The electric utility plant is stated at cost which consists of contracted services, direct labour, material and expense, a proportionate share of overhead costs and interest allocated at the effective rates incurred in financing construction. The cost of plant removed plus removal costs less salvage value is charged to accumulated depreciation.

Main facilities of major projects under construction become operational on a progressive basis. As such facilities become operational, related construction costs and a pro rata share of related common properties are transferred to plant in service. Once the transfer to plant in service is made, interest allocations to plant cost cease and depreciation commences.

Depreciation is provided on a straight line basis using the following estimated service lives for major assets:

Hydro-electric generation	67 years
Thermal-electric generation	33 years
Transmission lines and stations	35-50 years
Distribution lines	30-35 years

Depreciation of the transportation fleet amounting to $2 451 000 (1982 — $2 304 000) is included in the overall fleet cost which is allocated on a usage basis to capital and operating accounts and is therefore not included as part of the plant depreciation provision.

b) Reserves

The Corporation maintains the following reserves:

Contingency and General Reserve
An amount calculated as a percentage of net interest expense at a rate stipulated by The Manitoba Hydro-Electric Board, may be transferred annually to this reserve. A transfer was not made for the years ended March 31, 1983 and 1982.

Rate Stabilization Reserve
The net revenue or expense after provision for the contingency and general reserve is transferred annually to this reserve.

c) Foreign Exchange on Long-Term Debt

Long-term debt payable in foreign currencies is recorded at Canadian dollar equivalents using the exchange rates prevailing at the time the debt was incurred.

The Energy Rate Stabilization Act which came into force April 1, 1979 provides for the Province of Manitoba to relieve the Corporation of the costs associated with the foreign debt of Manitoba Hydro by replacing them with Canadian equivalent costs based on Canadian rates for similar terms as at the date the debt was incurred. The Province of Manitoba has confirmed to the Corporation that had the Province of Manitoba not assumed the cost of foreign debt at April 1, 1979 the valuation of the long-term debt of the Corporation as at March 31, 1983 would have been increased by approximately $321 million (1982 · $335 million) when translated at the year end rates of exchange. The Province of Manitoba also confirmed that the net expenditures relating to the debt sustained by the Province in the current year amounted to $6.5 million (1982 · $29.1 million) which if borne by the Corporation would have increased accordingly the excess expense over revenue of $19.1 million set out in the financial statements. The Canadian equivalent rates are set out in the long-term debt schedules attached as Schedule "B".

d) Pensions

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to income as incurred and a provision is not made in the accounts to fund current or past service obligations of the Corporation to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees amounted to $72 983 000 as at December 31, 1982 (1981 — $63 357 000).

NOTE 2—COMMITMENTS

a) Lease Commitments

In accordance with a lease agreement entered into during 1966 between the Governments of Canada and Manitoba, direct current transmission facilities were constructed between the Kettle Generating Station and Winnipeg. The agreement provides for repayment by the Corporation of the capital cost with accrued interest at 5.625% over a term of forty-five years in accordance with a repayment schedule requiring substantially smaller payments during the earlier years. The schedule provides for payment of $8 500 000 for the year ended March 31, 1983 (1982 — $7 000 000), and for the following annual increases in payments: 1984 — $1 500 000; 1985 to 1989 — $2 500 000. The progressive increases result in a payment in 1989 of $22 500 000. Payments for the fiscal years 1990 to 2019 will be calculated as the equal annual payment required to amortize the outstanding balance over thirty years at 5.625%. In addition, an annual payment of $596 000 is being made, until 1985, on account of the related microwave communications system. The unpaid balance of principal plus accrued interest for transmission and microwave facilities amounted to approximately $344 857 000 as at March 31, 1983 (1982 — $336 225 000).

The Corporation's policy is to charge the lease payments to operations in the period in which they become payable. This policy is consistent with the intent of the lease agreement of providing economic relief to ratepayers during the early years of the Nelson River development. This is evident when compared with a calculation of a charge in accordance with the C.I.C.A. recommendation on accounting for capital leases entered into subsequent to January 1, 1979, which indicates that an additional amount of approximately $14.6 million would have been charged to operations for the year and an additional asset net of depreciation amounting to approximately $197.5 million would have been recorded relating to the transmission facilities and microwave system.

b) Construction Commitments

Other outstanding commitments, principally for construction, were approximately $86 753 000 (1982 — $107 462 000).

NOTE 3—LONG-TERM DEBT

The Manitoba Hydro Act requires the Corporation to provide for an annual sinking fund installment to be paid to the Minister of Finance of the Province of Manitoba of not less than 1% of the principal amount of the outstanding debt on the preceding March 31, and 4% of the balance in the sinking fund at such date. Such installments under the statutory requirements would provide for the full retirement of a debt obligation only if the obligation was outstanding for forty-one years.

Income earned on sinking fund investments is remitted to the Corporation and is included with investment income for the year.

THE MANITOBA HYDRO-ELECTRIC BOARD

Schedule of Investments
AS AT MARCH 31, 1983

SCHEDULE A

Series	Coupon Rate	Due Date	Par Value	Cost
			(thousands of dollars)	
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS:				
2H	6.250%	October 1, 1986	$ 50	$ 44
2L	6.500%	September 1, 1992	432	425
2P	7.250%	August 1, 1993	633	610
3D	8.375%	December 17, 1998	900	883
GOVERNMENT OF CANADA BONDS:				
T29	4.500%	September 1, 1983	3 340	3 307
GILLAM HOSPITAL, INC. BONDS:				
1A	6.500%	February 15, 1984-88	63	63
			$5 418	$5 332

Schedule of Long-Term Debt
AS AT MARCH 31, 1983 (with 1982 figures for comparison)

SCHEDULE B

Series	Coupon Rate	Canadian Equivalent Rate (note 1c)	Due Date	1983	1982
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS: (guaranteed by the Province of Manitoba)					
				(thousands of dollars)	
PAYABLE IN CANADIAN DOLLARS:					
2T	7.375%		May 17, 1982	$ —	$ 8 000
1T	6.000%		August 30, 1982	—	22 000
1W	5.500%		October 1, 1982	—	20 000
1R	5.500%		November 15, 1982	—	16 775
1P	5.750%		March 15, 1983	—	19 500
2H	6.250%		October 1, 1986	20 000	20 000
2N	7.000%		November 15, 1987	7 300	7 300
2E	5.250%		March 1, 1988	20 000	20 000
2J	6.250%		February 1, 1989	25 000	25 000
2Q	9.000%		April 1, 1990	3 277	3 277
2S	8.000%		April 1, 1991	40 000	40 000
2U	8.500%		September 15, 1991	35 000	35 000
2V	8.000%		October 15, 1991	10 000	10 000
2Y	7.875%		April 5, 1992	50 000	50 000
2K	6.000%		April 15, 1992	35 000	35 000
2Z	8.250%		August 31, 1992	40 000	40 000
2L	6.500%		September 1, 1992	20 000	20 000
2P	7.250%		August 1, 1993	25 000	25 000
3G	10.000%		June 10, 1994	47 000	47 000
3B	8.375%		August 1, 1998	35 000	35 000
3D	8.375%		December 17, 1998	40 000	40 000
				$452 577	$538 852

THE MANITOBA HYDRO-ELECTRIC BOARD

Schedule of Long-Term Debt
AS AT MARCH 31, 1983 (with 1982 figures for comparison)

SCHEDULE B

Series	Coupon Rate	Canadian Equivalent Rate (note 1c)	Due Date	1983	1982
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS: (guaranteed by the Province of Manitoba)				(thousands of dollars)	
PAYABLE IN U.S. DOLLARS:					
3J	9.500%	10.500%	October 1, 1985 ($125 000 000 U.S.)	$128 183	$128 183
1Y	4.250%	4.840%	February 15, 1986 ($28 000 000 U.S.)	30 230	30 230
1U	4.875%	5.680%	March 1, 1988 ($25 000 000 U.S.)	26 927	26 927
1Z	4.500%	5.190%	October 1, 1989 ($25 000 000 U.S.)	26 914	26 914
2F	4.750%	5.570%	November 1, 1990 ($9 000 000 U.S.)	9 681	9 681
2G	4.750%	5.570%	November 15, 1990 ($4 500 000 U.S.)	4 836	4 836
3A	7.650%	8.170%	October 15, 1997 ($60 000 000 U.S.)	58 929	58 929
3M	9.250%	10.220%	June 30, 2001 ($125 000 000 U.S.)	121 470	121 470
3C	8.000%	8.570%	October 15, 2003 ($60 000 000 U.S.)	59 803	59 803
3E	9.250%	10.130%	June 15, 2004 ($100 000 000 U.S.)	97 213	97 213
3H	9.375%	10.070%	December 1, 2004 ($100 000 000 U.S.)	98 959	98 959
3L	9.250%	10.290%	January 15, 2006 ($125 000 000 U.S.)	125 405	125 405
3N	8.625%	9.340%	December 1, 2006 ($125 000 000 U.S.)	126 773	126 773
				$915 323	$915 323
PAYABLE IN DEUTSCHE MARKS:					
2X	6.750%	7.840%	June 1, 1983-87 (DM 55 000 000)	$ 16 841	$ 19 903
PAYABLE IN SWISS FRANCS:					
3K	7.750%	9.780%	November 10, 1990 (Sfr 80 000 000)	$ 31 074	$ 31 074
PAYABLE IN POUNDS STERLING:					
	6.000%		Sterling loan due April 1, 1983 to April 1, 1985 (£1 914 491)	$ 4 036	$ 5 651
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS—TOTAL				$1 419 851	$1 510 803
ADVANCES FROM THE PROVINCE OF MANITOBA REPRESENTED BY DEBENTURE DEBT OF THE PROVINCE:					
PAYABLE IN CANADIAN DOLLARS:					
10A	9.250%		April 30, 1983-85	$ 9 000	$ 12 000
11G	15.750%		March 25, 1988	75 000	75 000
10V	9.750%		December 1, 1988	50 000	50 000
11D	13.750%		March 31, 1991	110 000	110 000
11R	11.750%		March 15, 1993	150 000	—
9R	8.750%		October 1, 1993	31 000	31 000
				$425 000	$278 000
PAYABLE IN U.S. DOLLARS:					
10B	9.250%	9.040%	April 30, 1983-85 ($9 000 000 U.S.)	$ 9 166	$ 12 220
10F	8.750%	9.600%	April 15, 1983 ($50 000 000 U.S.)	49 138	49 138
9Z	8.375% 9.000%	9.900%	April 1, 1985 or April 1, 1995 ($20 000 000 U.S.)	20 186	20 186
11L	13.750%	15.300%	September 29, 1989 ($50 000 000 U.S.)	61 370	—
11N	11.750%	13.250%	November 15, 1989 ($50 000 000 U.S.)	61 363	—
11E	14.750%	15.900%	July 1, 1991 ($50 000 000 U.S.)	59 953	59 953
9J	6.875%	7.580%	November 1, 1993 ($50 000 000 U.S.)	53 613	53 613
9K	7.875%	7.880%	April 1, 1994 ($35 000 000 U.S.)	37 692	37 692
9U	8.375%	10.060%	May 1, 1994 ($24 000 000 U.S.)	23 446	23 446
9M	8.875%	8.490%	November 15, 1994 ($50 000 000 U.S.)	53 735	53 735
10D	8.875% 9.625%	10.400%	November 15, 1995 ($20 000 000 U.S.)	20 138	20 138
				$449 800	$330 121

THE MANITOBA HYDRO-ELECTRIC BOARD

Schedule of Long-Term Debt
AS AT MARCH 31, 1983 (with 1982 figures for comparison)

SCHEDULE B

Series	Coupon Rate	Canadian Equivalent Rate (note 1c)	Due Date	1983	1982
ADVANCES FROM THE PROVINCE OF MANITOBA REPRESENTED BY DEBENTURE DEBT OF THE PROVINCE:				(thousands of dollars)	
PAYABLE IN DEUTSCHE MARKS:					
10N	6.500%	8.110%	July 1, 1984 (DM 150 000 000)	$ 67 578	$ 67 578
PAYABLE IN SWISS FRANCS:					
10U	4.125%	9.200%	August 10, 1983 (Sfr 100 000 000)	$ 66 725	$ 66 725
10P	4.500%	8.520%	November 1, 1983 (Sfr 100 000 000)	49 798	49 798
11F	7.000%	17.020%	February 22, 1992 (Sfr 60 508 156)	38 580	38 580
10R	4.000%	9.380%	May 18, 1993 (Sfr 95 000 000)	53 680	56 505
				$208 783	$211 608
PAYABLE IN EUROPEAN UNITS OF ACCOUNT:					
9L	7.000%	7.270%	June 17, 1983-89 (6 750 000 European Units of Account) .	$ 7 290	$ 8 100
PAYABLE IN JAPANESE YEN:					
10Q	6.700%	8.830%	January 30, 1984-90 (¥15 000 000 000) ..	$ 68 777	$ 68 777
ADVANCES FROM THE PROVINCE OF MANITOBA REPRESENTED BY DEBENTURE DEBT OF THE PROVINCE—TOTAL				$1 227 228	$964 184
ADVANCES FROM THE PROVINCE OF MANITOBA UNDER A LOAN AGREEMENT BETWEEN THE PROVINCE AND THE GOVERNMENT OF CANADA:					
PAYABLE IN CANADIAN DOLLARS:					
	9.000%		March 31, 1984 to 2009	$ 65 649	$ 66 323
	9.250%		March 31, 1984 to 2009	45 215	45 649
	9.625%		March 31, 1984 to 2009	11 751	11 855
	11.875%		March 31, 1984 to 2015	1 952	1 955
	13.750%		March 31, 1984 to 2015	1 365	1 304
	15.625%		March 31, 1984 to 2015	2 970	2 579
	12.000%		March 31, 1984 to 2015	4 820	—
ADVANCES FROM THE PROVINCE OF MANITOBA UNDER A LOAN AGREEMENT BETWEEN THE PROVINCE AND THE GOVERNMENT OF CANADA—TOTAL				$133 722	$129 665
LONG-TERM DEBT—TOTAL				$2 780 801	$2 604 652

THE MANITOBA HYDRO-ELECTRIC BOARD

Schedule ot Sinking Fund Investments
(on deposit with the Minister of Finance of the Province of Manitoba)

SCHEDULE C

AS AT MARCH 31, 1983

Series	Coupon Rate	Due Date	Par Value	Cost
			(thousands of dollars)	
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS:				
2H	6.250%	October 1, 1986	$ 8 011	$ 6 432
2N	7.000%	November 15, 1987	2 178	1 716
1U	4.875%	March 1, 1988	550 U.S.	418
2E	5.250%	March 1, 1988	9 003	6 589
2J	6.250%	February 1, 1989	8 270	6 167
2Q	9.000%	April 1, 1990	1 455	1 289
2F	4.750%	November 1, 1990	575 U.S.	406
2S	8.000%	April 1, 1991	8 730	7 510
2U	8.500%	September 15, 1991	9 503	8 340
2V	8.000%	October 15, 1991	2 650	2 510
2Y	7.875%	April 5, 1992	14 594	12 396
2K	6.000%	April 15, 1992	10 068	7 207
2Z	8.250%	August 31, 1992	11 320	9 358
2L	6.500%	September 1, 1992	3 788	2 683
2P	7.250%	August 1, 1993	11 192	9 595
3G	10.000%	June 10, 1994	15 350	14 502
3A	7.650%	October 15, 1997	7 310 U.S.	7 018
3B	8.375%	August 1, 1998	12 663	10 152
3D	8.375%	December 17, 1998	8 906	7 219
3C	8.000%	October 15, 2003	3 649 U.S.	3 341
3E	9.250%	June 15, 2004	1 529 U.S.	1 505
3H	9.375%	December 1, 2004	1 110 U.S.	1 211
3L	9.250%	January 15, 2006	897 U.S.	870
PROVINCE OF MANITOBA DEBENTURES:				
10A	9.250%	April 30, 1983-85	1 653	1 564
9R	8.750%	October 1, 1993	4 514	3 874
9J	6.875%	November 1, 1993	6 400 U.S.	5 990
9K	7.875%	April 1, 1994	5 780 U.S.	5 712
9M	8.875%	November 15, 1994	4 115 U.S.	4 252
9X	10.000%	December 5, 1999	155	148
MANITOBA TELEPHONE SYSTEM BONDS:				
1B	5.500%	November 15, 1983	666	612
1D	5.250%	December 1, 1984	6	5
1C	5.500%	December 2, 1986	502	402
1M	8.000%	September 15, 1989	24	21
1N	7.875%	November 15, 1991	708	561
1F	6.250%	December 1, 1991	2 009	1 231
1G	7.000%	February 15, 1993	98	81
1S	8.750%	March 1, 1999	1 095	904
UNIVERSITY OF MANITOBA DEBENTURES:				
1J	5.375%	November 1, 1983	315	298
1H	5.625%	October 15, 1987	250	255
PROVINCE OF QUEBEC DEBENTURES:				
D	5.250%	August 1, 1985	289	288
QUEBEC HYDRO-ELECTRIC COMMISSION BONDS:				
AF	5.750%	October 1, 1984	100	104
B.C. HYDRO AND POWER AUTHORITY BONDS:				
AH	5.875%	January 2, 1992	15 U.S.	10
ONTARIO HYDRO BONDS:				
GBC	8.000%	May 15, 1998	1 250	1 083
BANK OF MONTREAL BANKERS ACCEPTANCE:				
	11.750%	April 21, 1983	5 000	5 000
				160 829
CASH ON DEPOSIT				79 588
				$240 417

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of The Manitoba Lotteries and Gaming Control Commission as at March 31, 1983 and the statements of general reserve, revenue and expenditures and net lottery sales revenue for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, subject to resolution of the matter explained in note 4, these financial statements present fairly the financial position of the Commission as at March 31, 1983 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 17, 1983,
Winnipeg, Manitoba.

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

Balance Sheet
As at March 31, 1983
(With 1982 Figures for Comparison)

	1983	1982
ASSETS		
Current Assets:		
Cash on Deposit	$ 325,527	$ 366,335
Accrued Interest Receivable	3,072	8,296
Western Canada Lottery Foundation	2,614,057	919,094
Manitoba Lotteries and Gaming Licensing Board (Note 3)	47,531	36,882
Miscellaneous Receivables	20,402	14,955
	3,010,589	1,345,562
Manitoba Lotteries and Gaming Licensing Board (Note 3)	18,459	24,707
Fixed Assets:		
Furnishings and Equipment	28,800	27,284
Leasehold Improvements	18,127	17,500
	46,927	44,784
Less: Accumulated Depreciation and Amortization	20,462	12,518
	26,465	32,266
	$ 3,055,513	$ 1,402,335
LIABILITIES		
Current Liabilities:		
Western Lottery-Manitoba Distributor Inc.	$ 1,095,417	$ 719,260
Accounts Payable and Accrued	48,108	26,640
	1,143,525	745,900
General Reserve	1,911,988	656,635
	$ 3,055,513	$ 1,402,535

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

Statement of General Reserve
For the Year Ended March 31, 1983
(With 1982 Figures for Comparison)

	1983	1982
Balance, Beginning of Year	$ 656,635	$ 1,432,080
Add:		
Excess of Revenue over Expenditures for the Year	4,570,353	4,279,555
	5,226,988	5,711,635
Deduct:		
Funds Transferred to Government of Manitoba:		
Department of Cultural Affairs and Historical Resources	1,105,000	1,765,000
Department of Fitness, Recreation and Sport	2,210,000	3,290,000
	3,315,000	5,055,000
Balance, End of Year	$ 1,911,988	$ 656,635

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

Statement of Revenue and Expenditures
For the Year Ended March 31, 1983
(With 1982 Figures for Comparison)

	1983	1982
REVENUE		
Net Lottery Sales Revenue	$ 9,297,401	$ 9,405,971
Revenue Shared by Agreement with Western Lottery-Manitoba Distributor Inc. (Note 4)	2,723,875	3,358,728
	6,573,526	6,047,243
Federal Contribution (Note 5)	1,893,967	1,713,448
	4,679,559	4,333,795
Interest	70,417	163,637
	4,749,976	4,497,432
EXPENDITURES		
Advertising and Promotion	10,591	36,111
Annual Report	2,050	8,502
Board Members' Fees and Expenses	1,009	17,664
Cartage	982	718
Depreciation and Amortization	7,944	5,518
Equipment Rentals and Maintenance	528	1,220
Office and Storage Space Rental	34,715	20,593
Office Supplies	12,925	11,255
Postage, Telephone and Telex	6,626	4,052
Professional Fees	14,859	18,867
Salaries	86,591	83,390
Travel	803	9,987
	179,623	217,877
Excess of Revenue over Expenditures	$ 4,570,353	$ 4,279,555

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

Statement of Net Lottery Sales Revenue
For the Year Ended March 31, 1983
(With 1982 Figures for Comparison)

	1983	1982
Lottery Sales at Retail:		
Western Express	$ 12,394,790	$ 13,686,596
Provincial	6,867,135	7,739,750
Super Loto	7,918,480	7,258,950
Tic Tac Toe	6,000,000	2,983,100
Lotto 6/49	2,681,290	-
	35,861,695	31,668,396
Distributor and Retailer Commissions	6,374,221	5,942,497
	29,487,474	25,725,899
Cost of Lottery Sales	20,190,073	16,319,928
Net Lottery Sales Revenue	$ 9,297,401	$ 9,405,971

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1983

1. Significant accounting policies:

   (a) Operations -

   The Commission is the agent of the Government of Manitoba in the Western Canada Lottery Foundation, the organization responsible for providing lottery tickets, determining the winning tickets and paying out the prizes.

   The Commission supervises the lottery sales in Manitoba through Western Lottery-Manitoba Distributor Inc. and authorized retailers.

   (b) Lottery revenue -

   Lottery revenue is received from Western Canada Lottery Foundation and represents the revenue the Foundation receives from lottery sales in Manitoba less Manitoba's share of the Foundation's costs associated with these sales.

   Revenue is recognized on sales for which draws were completed in the fiscal year.

   (c) Fixed assets -

   Fixed assets are recorded at cost. Furnishings and equipment are depreciated on a straight-line basis over 5 years. Leasehold improvements are amortized on a straight-line basis over the term of the lease.

2. Order-In-Council No. 282/83 dated March 16, 1983 proclaimed the Manitoba Lotteries Foundation Act. This Act provides for the establishment of the Manitoba Lotteries Foundation and repeals the Lotteries and Gaming Control Act resulting in the disestablishment of the Manitoba Lotteries and Gaming Control Commission and the Manitoba Lotteries and Gaming Licensing Board. The Manitoba Lotteries Foundation assumed all assets and liabilities of the Manitoba Lotteries and Gaming Control Commission and the Manitoba Lotteries and Gaming Licensing Board as of April 1, 1983.

3. The Manitoba Lotteries and Gaming Licensing Board:

   Since April 1, 1981, the Commission and the Licensing Board have shared premises, management and administrative staff. Certain operating costs were allocated between the two organizations. The portion of fiscal 1983 joint operating costs in the amount of $47,531, which were not recovered from the Licensing Board as at March 31, 1983, have not been provided for in a departmental appropriation and therefore have been absorbed by the Manitoba Lotteries Foundation as of April 1, 1983.

THE MANITOBA LOTTERIES AND GAMING CONTROL COMMISSION

NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1983

Fixed assets for the new premises were purchased by the Commission. The Licensing Board was to reimburse the Commission for one-half the cost by annual interest-free payments equal to its share of the depreciation and amortization charges. The net book value of these fixed assets in the amount of $18,459 as at March 31, 1983, which was to be recovered from the Licensing Board in future years, has been assumed by the Foundation as of April 1, 1983.

4. Western Lottery-Manitoba Distributor Inc.:

The Manitoba Lotteries and Gaming Control Commission entered into an operating agreement with the Western Lottery - Manitoba Distributor Inc. as authorized by Order-in-Council 634/80 dated June 23, 1980. This agreement provides for the net revenues from all lottery sales of the Commission and of the Western Lottery - Manitoba Distributor Inc. to be apportioned 49% and 51% respectively. All net revenues are being shared on that basis except for net revenues from the Lotto 6/49 lottery product introduced for sale in the Province of Manitoba in June 1982.

The Commission, as directed by the Minister Responsible for Lotteries, has not included the net revenues of $859,498 derived from the sale of the Lotto 6/49 lottery product in calculating the amount to be transferred to the Western Lottery - Manitoba Distributor Inc. for the fiscal year ended March 31, 1983. This amount was not transferred and the credit is included in General Reserve subject to a final decision by Cabinet.

5. Federal contribution:

Effective January 1, 1980, the Government of Canada terminated its involvement in lotteries. In return, the ten Provinces are to contribute an annual sum of $24,000,000, adjusted for inflation, to the Federal Government. The Province of Manitoba's share for the 1983 fiscal year is $1,893,967 (1982-$1,713,448).

6. Certain comparative figures for 1982 have been restated to conform with the 1983 presentation.

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B and C, of The Manitoba Mental Health Research Foundation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Mental Health Research Foundation as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

May 13, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Cash in bank	$ 26,583	$ 48,405
Term deposits	100,000	125,000
	$ 126,583	$ 173,405
LIABILITIES		
Unexpended funds:		
Specific, Exhibit B	$ 93,619	$ 59,214
General, Exhibit C	32,964	114,191
	$ 126,583	$ 173,405

Exhibit B

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Statement of Cash Receipts and Disbursements - Specific Funds
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Receipts:		
Transfer from general funds, Exhibit C	$ 102,674	$ 45,638
Disbursements:		
Research projects:		
University of Manitoba on behalf of grantees	41,454	18,041
University of Winnipeg on behalf of grantees	20,074	4,494
St. Boniface Hospital on behalf of grantees	6,741	3,150
	68,269	25,685
Other:		
Canadian Journal of Community Mental Health	-	5,000
Total Disbursements	68,269	30,685
Excess of receipts over disbursements	34,405	14,953
Unexpended funds, beginning of year	59,214	44,261
Unexpended funds, end of year, Exhibit A	$ 93,619	$ 59,214

Exhibit C

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Statement of Cash Receipts and Disbursements - General Funds
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Receipts:		
Grant from the Government of the Province of Manitoba	$ -	$ 15,000
Donations received from the general public	560	545
Bank interest	22,114	30,775
Total Receipts	22,674	46,320
Disbursements:		
Administrative expenses	1,227	494
Transfer to specific funds, Exhibit B	102,674	45,638
Total Disbursements	103,901	46,132
Excess of disbursements over receipts	81,227	(188)
Unexpended funds, beginning of year	114,191	114,003
Unexpended funds, end of year, Exhibit A	$ 32,964	$ 114,191

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Notes to the Financial Statements
March 31, 1983

1. Nature of the Foundation

The Foundation is incorporated under The Manitoba Mental Health Research Foundation Act. Its aims and objectives are to support and to promote the development of mental health research in Manitoba. The Foundation is a registered charity within the meaning of the Income Tax Act.

2. Accounting Policies

a) Accounting basis

The Foundation's financial statements have been prepared using the cash basis of accounting.

b) Administrative expenses

The members of the board of governors, and the treasurer, serve without remuneration.

c) Transfers from general to specific funds

Specific funds pertain to projects which the board has approved to be conducted by the grantees. The projects are either in progress or completed. Upon board approval of a project, a transfer is made from general to specific funds in the amount of the approved level of the project funding.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA MILK PRICES REVIEW COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B, of The Manitoba Milk Prices Review Commission for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Milk Prices Review Commission as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

June 22, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA MILK PRICES REVIEW COMMISSION

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Current Assets:		
Cash	$ 10,894	$ 4,443
LIABILITIES AND SURPLUS		
Current Liabilities:		
Accounts payable and accrued liabilities	$ 2,111	$ 2,154
Surplus, Exhibit B	8,783	2,289
	$ 10,894	$ 4,443

Exhibit B

THE MANITOBA MILK PRICES REVIEW COMMISSION

Statement of Income and Expenditure and Surplus
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income:		
Grant from the Province of Manitoba	$ 59,268	$ 65,932
Interest income	790	-
	60,058	65,932
Expenditure:		
Annual report	$ 783	$ 515
Commission - salaries and benefits	12,610	12,054
- travel and meetings	7,388	7,106
Office and postage	1,446	1,056
Professional fees	11,234	43,379
Salaries and benefits (Note 3)	18,006	17,558
Sundry	994	2,181
Telephone	1,103	2,159
	53,564	86,008
Income (under) over expenditure	6,494	(20,076)
Surplus, beginning of the year	2,289	22,365
Surplus, end of the year, Exhibit A	$ 8,783	$ 2,289

THE MANITOBA MILK PRICES REVIEW COMMISSION

NOTES TO FINANCIAL STATEMENTS

1. **Nature of the Commission**

   The Milk Prices Review Act was enacted effective September 29, 1980. This Act established The Manitoba Milk Prices Review Commission to monitor prices of fluid milk and, if necessary, to set maximum and/or minimum prices at which fluid milk may be sold to consumers.

2. **Accounting Policies**

   The Commission uses the accrual basis of accounting.

3. **Services Provided by the Province at no Charge**

   The Province of Manitoba provides the services of an Executive Secretary, office accommodations and other miscellaneous administrative services at no charge to the Commission.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA MINERAL RESOURCES LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C and D, and Schedule 1 of Manitoba Mineral Resources Ltd. and Statements A, B and C, of the Province of Manitoba's interest in the Trout Lake mine administered by Manitoba Mineral Resources Ltd. for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of Manitoba Mineral Resources Ltd. and the Province of Manitoba's interest in the Trout Lake mine administered by Manitoba Mineral Resources Ltd. as at March 31, 1983 and the results of these operations and the changes in financial position for the year then ended in accordance with the accounting policies stated in the notes to the respective financial statements. The accounting policies stated in Note 3 to Manitoba Mineral Resources Ltd. financial statements have been applied on a basis consistent with that of the preceding year. The financial statements of the Province of Manitoba's interest in the Trout Lake mine administered by Manitoba Mineral Resources Ltd. cover the first year of the mine's operations.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

July 18, 1983,
Winnipeg, Manitoba.

Exhibit A

MANITOBA MINERAL RESOURCES LTD.

Balance Sheet
as at March 31, 1983
(with comparative figures for 1982)

ASSETS

	1983	1982
Current assets:		
Cash in bank	$ 296,270	$ 279,925
Accounts receivable	180,421	254,840
Prepaid expenses	3,522	3,293
Total current assets	480,213	538,058
Fixed assets (Note 3(b)):		
Field equipment	107,722	104,730
Office equipment	17,963	16,799
Office renovations	5,975	5,975
Vehicle	6,429	6,429
	138,089	133,933
Deduct: accumulated depreciation	134,600	133,933
	3,489	-
Trout Lake mine, net assets (Note 4)	2,641,976	-
	$ 3,125,678	$ 538,058

The accompanying notes are an integral part of the financial statements.

Exhibit A

LIABILITIES

	1983	1982
Current liabilities:		
Accounts payable	$ -	$ 69,311
Undisbursed mandatory participation advances from the Province of Manitoba under an agreement	271,416	114,661
Total current liabilities	$ 271,416	$ 183,972

PROVINCE OF MANITOBA'S EQUITY

	1983	1982
Capital stock:		
Authorized - 20,000 shares without par value to a maximum consideration of $ 20,000		
Issued and fully paid - 5 shares (Note 1)	5	5
Unexpended grants, Exhibit C:		
Grants for working capital from the Province of Manitoba (Note 5)	8,009,000	7,013,000
Deduct: exploration expenditures, net (Note 3(c))	7,796,719	6,658,919
	212,281	354,081
Trout Lake mine equity (Note 4)	2,641,976	-
	2,854,262	354,086
	$ 3,125,678	$ 538,058

Exhibit B

MANITOBA MINERAL RESOURCES LTD.

Statement of Exploration Expenditures for the year ended March 31, 1983 (with comparative figures for 1982)

	1983	1982
Exploration expenditures:		
Wholly owned ventures	$ 370,464	$ 1,461
Voluntary joint ventures operated by Manitoba Mineral Resources Ltd.	754,513	1,073,483
Deduct: recoveries from joint venture partners	397,939	600,983
	356,574	472,500
Voluntary joint ventures operated by partners	304,756	202,342
Total voluntary joint venture exploration expenditures	661,330	674,842
	1,031,794	676,303
Payments under Mandatory Participation Agreements being administered under an agreement with the Province of Manitoba	320,934	429,823
Recoveries under Mandatory Participation Agreements:		
Province of Manitoba (Note 6)	305,247	419,597
Sale of interests	15,687	10,226
	320,934	429,823
	-	-
General and administration expenses, Schedule 1	108,088	61,640
	1,139,882	737,943
Income:		
Oil production	2,082	1,015
Exploration expenditures, net, Exhibit C	$ 1,137,800	$ 736,928

The accompanying notes are an integral part of the financial statements.

Exhibit C

MANITOBA MINERAL RESOURCES LTD.

Statement of Unexpended Grants
as at March 31, 1983
(with comparative figures for 1982)

	1983	1982
Grants for working capital from the Province of Manitoba (Note 5):		
Balance, beginning of year	$ 7,013,000	$ 6,119,000
Add: Grant received during the year	996,000	894,000
Total grants received from inception, Exhibit A	$ 8,009,000	$ 7,013,000
Exploration expenditures, net (Note 3(c)):		
Balance, beginning of year	$ 6,658,919	$ 5,921,991
Add: Exploration expenditures, net, for the year, Exhibit B	1,137,800	736,928
Total exploration expenditures, net, from inception, Exhibit A	$ 7,796,719	$ 6,658,919
Unexpended grants, March 31, Exhibit A	$ 212,281	$ 354,081

The accompanying notes are an integral part of the financial statements.

Exhibit D

MANITOBA MINERAL RESOURCES LTD.

Statement of Changes in Financial Position
for the year ended March 31, 1983
(with comparative figures for 1982)

	1983	1982
Source of funds:		
Grants from the Province of Manitoba	$ 996,000	$ 894,000
Proceeds from disposal of fixed assets	-	145
	996,000	894,145
Application of funds:		
Exploration expenditures, net, Exhibit B	1,137,800	736,928
Less: non-cash transactions:		
Depreciation	872	18,356
Gain on disposal of fixed assets	-	(145)
	1,136,928	718,717
Fixed assets purchased	4,361	18,044
	1,141,289	736,761
(Decrease) increase in working capital	(145,289)	157,384
Working capital, beginning of year	354,086	196,702
Working capital, end of year	$ 208,797	$ 354,086

The accompanying notes are an integral part of the financial statements.

Schedule 1

MANITOBA MINERAL RESOURCES LTD.

Schedule of General and Administration Expenses
for the year ended March 31, 1983
(with comparative figures for 1982)

	1983	1982
General and administration expenses:		
Salaries, wages and employee benefits	$ 428,379	$ 344,107
Rent and maintenance	43,812	33,186
Supplies and services	28,916	19,504
Other	16,519	28,402
	$ 517,626	425,199
Allocated to:		
Exploration expenditures	$ 356,540	$ 309,593
Mandatory Participation Agreements administered under an agreement with the Province of Manitoba	52,998	53,966
General and administration expenses, Exhibit B	108,088	61,640
	$ 517,626	425,199

MANITOBA MINERAL RESOURCES LTD.

Notes to Financial Statements
for the year ended March 31, 1983

1. Status of the company

Manitoba Mineral Resources Ltd. is a crown corporation established under The Manitoba Natural Resources Development Act and incorporated under the Manitoba Corporations Act. The issued shares are held by the directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

2. Nature of the operations

The Company undertakes exploration for minerals in the Province of Manitoba through wholly owned ventures, voluntary joint ventures and mandatory participation ventures, which are explained in note 6. The Company also manages the Province's interest in the development, mining and processing of ore from the Trout Lake mine, and the sale of the concentrates.

3. Significant accounting policies

(a) Accounting basis

The Company uses the accrual basis of accounting, except for exploration expenditures for joint venture projects operated by partners and mandatory agreements. These are reported on the basis of expenditures made by the Company for expenses incurred and submitted to the Company to March 31.

(b) Fixed assets and depreciation

Fixed assets are recorded at cost. Depreciation is taken on a straight line basis.

(c) Exploration expenditures

Exploration expenditures are charged to expenditure as incurred. They are capitalized when a mine is brought into production. Exploration expenditures include costs of projects abandoned by the Company totalling $3,268,068.

(d) Comparative figures

Comparative figures have been restated where necessary to conform to the presentation adopted for the fiscal year ended March 31, 1983.

4. Trout Lake mine

The Trout Lake mine is an unincorporated joint venture. The Company manages the Province's interest in the development, mining and processing of ore from the mine, and the sale of the concentrates. A separate division is maintained in the Company's accounts for these activities. Financial statements for the Province's interest are attached as Statements A, B and C.

MANITOBA MINERAL RESOURCES LTD.

Notes to Financial Statements
for the year ended March 31, 1983

5. Grants for working capital from the Province of Manitoba

Total authorized funds available from the Province of Manitoba of $8,009,000 were drawn down as conditional working capital grants as at March 31, 1983. These grants are non-interest bearing and conditional on the basis that they become repayable to the Province if, as and when exploration projects become profitable ventures.

6. Mandatory participation agreements

Under an agreement made with the Province in 1978, the Company manages the Province's interests in the mandatory participation agreements. These agreements were previously entered into by the Province pursuant to Manitoba Regulation 328/74. Recoveries from the Province for the year ended March 31, 1983 are shown in Exhibit B in the amount of $305,247 and in Schedule 1 in the amount of $52,998.

7. Commitments

The Company has outstanding commitments under joint venture agreements totalling $312,083.

8. Contingencies

The Company has contingent liabilities for guarantees of bank letters of credit totalling $75,000.

Statement A

MANITOBA MINERAL RESOURCES LTD.

Trout Lake Mine
(Province of Manitoba's Interest)
Balance Sheet
as at March 31, 1983

ASSETS

Current assets:		
Cash in bank		$ 469,727
Cash on deposit with the Minister of Finance		80,000
Cash in transit from the Department of Energy and Mines		114,312
Settlements receivable on sales of concentrates (Notes 2(c); 5)		862,218
Prepaid expenses		234,932
Total current assets		1,761,189
Fixed assets (Note 2(d)):		
Exploration expenditures	$ 335,498	
Mine development expenditures	764,482	
	1,099,980	
Less: accumulated amortization	102,801	997,179
		$ 2,758,368

LIABILITIES

Current liabilities:		
Accrued interest on the advance from the Province of Manitoba		$ 114,312
Accounts payable		2,080
Total current liabilities		116,392

PROVINCE OF MANITOBA'S EQUITY

Advance from the Province of Manitoba (Note 3)	$ 2,583,000	
Exploration expenditures previously funded through the Company by the Province of Manitoba (Note 2 (d))	335,498	
	2,918,498	
Less: Net loss for the year, Statement B	276,522	2,641,976
		$ 2,758,368

The accompanying notes are an integral part of the financial statements.

Statement B

MANITOBA MINERAL RESOURCES LTD.

Trout Lake Mine
(Province of Manitoba's Interest)
Statement of Operations
for the year ended March 31, 1983

Revenues:	
Sales of concentrates (Notes 2(c); 5)	$ 3,210,199
Expenses:	
Mining	2,799,476
Milling	514,205
Monitoring	26,357
	3,340,038
Operating loss before the following:	- 129,839
Other expenses:	
Amortization of exploration and development expenditures	102,801
Interest on advance from the Province of Manitoba, net	114,312
Administration	43,882
	260,995
Net loss before subsidy for interest on the advance	390,834
Less: Subsidy from the Department of Energy and Mines for interest on the advance from the Province of Manitoba	114,312
Net loss for the year, Statement A	$ 276,522

The accompanying notes are an integral part of the financial statements.

Statement C

MANITOBA MINERAL RESOURCES LTD.

Trout Lake Mine
(Province of Manitoba's Interest)
Statement of Changes in Financial Position
for the year ended March 31, 1983

Source of funds:		
Advance from the Province of Manitoba (Note 3)		$ 2,583,000
Exploration expenditures previously funded through the Company by the Province of Manitoba (Note 2 (d))		335,498
		2,918,498
Application of funds:		
Exploration expenditures		335,498
Mine development expenditures		764,482
		1,099,980
Net loss for the year, Statement B	$ 276,522	
Less: Items not affecting working capital:		
Amortization of exploration and development expenditures	102,801	173,721
		1,273,701
Excess of current assets over current liabilities at March 31, 1983		$ 1,644,797

The accompanying notes are an integral part of the financial statements.

MANITOBA MINERAL RESOURCES LTD.

Trout Lake Mine
(Province of Manitoba's Interest)
Notes to Financial Statements
for the year ended March 31, 1983

1. Nature of the operations

The Company manages the Province's interest in the Trout Lake mine. A separate division is maintained in its accounts for these activities.

The Trout Lake mine is an unincorporated joint venture which is limited to the development and operation of the mine. The joint venture partners take the ore produced in proportion to their interests and are individually responsible for processing the ore and sale of the concentrates. The mine commenced commercial production during the fiscal year ended March 31, 1983.

The Company, acting as an agent for the Province of Manitoba, is participating in the joint venture with Hudson Bay Mining and Smelting Co. Limited and the Scandinavian Minerals Syndicate which is made up of Granges Exploration Aktiebolag, International Minerals Exploration Granges AB and Co. and Outokumpu Oy.

The joint venture agreement signed in 1980 provided that Hudson Bay Mining and Smelting Co. Limited would earn a 44% interest in the venture by spending approximately $27.4 million to develop the property into an operating mine. The Province of Manitoba holds a 27% interest while the Scandinavian Minerals Syndicate retains a 29% interest. Expenditures in excess of the commitment by Hudson Bay Mining and Smelting Co. Limited are shareable by the joint venture participants in the ratios of their interests in the project. At March 31, 1983 the total joint venture capital development expenditures amounted to $30,238,000, of which the Province contributed $764,482 as its share.

The Company has a 27% interest in the total joint venture assets. At March 31, 1983 the Company's share of the total joint venture assets amounted to $7,488,252.

2. Significant accounting policies

(a) Accounting basis

The accrual basis of accounting is used in the preparation of these financial statements.

(b) Reporting basis

These financial statements reflect the Company's expenditures for the Province's 27% interest in the joint venture, and the additional activities outside of the joint venture, including arrangements for the processing of the ore, sale of concentrates, monitoring and administration carried out on behalf of the Province.

(c) Settlements receivable on sales of concentrates

The Company has entered into a contract with Hudson Bay Mining and Smelting Co. Limited for the sale of its concentrates. Under the terms of the contract, the concentrates are deemed to be sold at the time of delivery of ore to the mill. The settlements receivable on sales of ore concentrates are recorded at the estimated net realizable value.

(d) Fixed assets

The fixed assets amounting to $1,099,980 shown on the balance sheet reflect all of the Company's expenditures to bring the mine into production but do not reflect expenditures of $548,262 incurred by the Province prior to the Company becoming the agent for the Province.

The Company's policy is to capitalize exploration expenditures when a mine is brought into production. Exploration expenditures of $335,498 which were previously incurred by the Company and charged to expenditure have now been recorded as fixed assets, with a corresponding credit to equity.

The exploration and development expenditures are amortized by the unit-of-production method based on estimated ore reserves.

3. Advance from the Province of Manitoba

The advance from the Province of Manitoba bears interest at the bank prime lending rate and is repayable at the discretion of the Province. For the year ended March 31, 1983, the Department of Energy and Mines provided a subsidy of $114,312 for interest on the advance.

4. Loan authority

The Legislature has authorized the borrowing and expending of monies under The Loan Act 1982 for the purpose of advancing money to the Company for the Trout Lake mine. The unexpended amount of this authority at March 31, 1983 amounted to $217,000.

5. Contingencies

The settlements for sales of concentrates are based on an agreed interim schedule. The final settlement for the sales of concentrates is subject to negotiation of a final schedule by the joint venture partners and could result in an adjustment of settlements received or receivable. The amount of adjustment, if any, cannot be estimated since it will be arrived at through negotiations.

Auditors' Report

The Board of Directors,
The Manitoba Public Insurance Corporation.

We have examined the balance sheet of The Manitoba Public Insurance Corporation as at October 31, 1982 and the statements of operations, retained earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Corporation as at October 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

The comparative figures as at October 31, 1981 and for the year then ended were reported on by other auditors.

Mac Gillivray & Co.
Chartered Accountants
Winnipeg, Canada
January 5, 1983

THE MANITOBA PUBLIC INSURANCE CORPORATION STATEMENT 1

Statement of Operations – Automobile Insurance Division

For The Year Ended October 31, 1982

	1982	1981
REVENUE		
Premiums Written	$175,073,000	$157,807,000
Premiums Earned	$169,376,000	$148,237,000
Investment Income (Note 3)	22,654,000	17,747,000
Total Earned Revenues	$192,030,000	$165,984,000
CLAIMS COSTS		
Claims Incurred	$139,939,000	$128,094,000
Claims Adjusting Expense — Schedule 1	16,773,000	16,215,000
	$156,712,000	$144,309,000
EXPENSES — Schedule 1		
Administrative	$ 7,450,000	$ 6,848,000
Commissions	8,243,000	6,677,000
Premium Taxes	4,520,000	3,051,000
	$ 20,213,000	$ 16,576,000
Total Claims and Expenses	$176,925,000	$160,885,000
Net Profit for the Year — Statement 4	$ 15,105,000	$ 5,099,000

THE MANITOBA PUBLIC INSURANCE CORPORATION STATEMENT 2

Statement of Operations – General Insurance Division

For The Year Ended October 31, 1982

	1982	1981
REVENUE		
Premiums Written	$19,875,000	$13,354,000
Premiums Earned	$18,357,000	$12,235,000
Investment Income (Note 3)	2,849,000	2,388,000
Total Earned Revenues	$21,206,000	$14,623,000
CLAIMS COSTS		
Claims Incurred	$13,223,000	$ 8,368,000
Claims Adjusting Expense — Schedule 1	792,000	647,000
	$14,015,000	$ 9,015,000
EXPENSES — Schedule 1		
Administrative	$ 2,992,000	$ 2,586,000
Commissions	4,578,000	2,151,000
Premium Taxes	395,000	262,000
	$ 7,965,000	$ 4,999,000
Total Claims and Expenses	$21,980,000	$14,014,000
Net Profit (Loss) for the Year — Statement 4	$ (774,000)	$ 609,000

THE MANITOBA PUBLIC INSURANCE CORPORATION STATEMENT 3

Balance Sheet as at October 31, 1982

Assets

	1982	1981
Cash and investments maturing within one year (Note 4)	$ 59,239,000	$ 46,730,000
Accounts receivable (Note 5)	16,934,000	14,599,000
Prepaid expenses and inventories	501,000	590,000
Deferred premium acquisition costs (Note 3)	6,707,000	5,243,000
Investments — Schedule 2 (Note 3)	137,803,000	110,745,000
Property and equipment (Notes 3 and 6)	8,113,000	7,878,000
Organization expenses (Notes 3 and 7)	3,003,000	3,288,000
	$232,300,000	$189,073,000

On Behalf of the Board

Chairperson

N. Sullivan

Vice-Chairperson

Liabilities and Retained Earnings

	1982	1981
General accounts payable	$ 1,798,000	$ 2,083,000
Provision for accrued charges	8,653,000	6,889,000
	$ 10,451,000	$ 8,972,000
Automobile Insurance Division		
Accounts payable and accrued charges	$ 4,686,000	$ 3,922,000
Unearned premiums (Note 3)	63,243,000	57,546,000
Unpaid claims (Note 3)	93,432,000	75,952,000
Retained earnings — Statement 4	33,356,000	18,251,000
	$194,717,000	$155,671,000
General Insurance Division		
Accounts payable and accrued charges	$ 603,000	$ 515,000
Unearned premiums (Note 3)	6,604,000	5,087,000
Unpaid claims (Note 3)	15,607,000	13,736,000
Retained earnings — Statement 4	4,318,000	5,092,000
	$ 27,132,000	$ 24,430,000
	$232,300,000	$189,073,000

THE MANITOBA PUBLIC INSURANCE CORPORATION STATEMENT 4

Statement of Retained Earnings

For The Year Ended October 31, 1982

	1982	1981
AUTOMOBILE INSURANCE DIVISION		
Unappropriated retained earnings at the beginning of the year	$ —	$ —
Net profit for the year — Statement 1	15,105,000	5,099,000
Transfer to reserve for catastrophes	(12,000,000)	(3,000,000)
Transfer to reserve for contingencies	(750,000)	—
Transfer to reserve for rate stabilization	(2,355,000)	(2,099,000)
Unappropriated retained earnings at the end of the year	$ —	$ —
Appropriated retained earnings		
Reserve for catastrophes (Note 8)	$ 22,000,000	$ 10,000,000
Reserve for contingencies (Note 8)	3,550,000	2,800,000
Reserve for rate stabilization (Note 9)	7,806,000	5,451,000
	$ 33,356,000	$ 18,251,000
Total retained earnings — Statement 3	$ 33,356,000	$ 18,251,000
GENERAL INSURANCE DIVISION		
Unappropriated retained earnings at the beginning of the year	$ 1,092,000	$ 1,483,000
Net profit (loss) for the year — Statement 2	(774,000)	609,000
Transfer to reserve for catastrophes and contingencies	—	(1,000,000)
Unappropriated retained earnings at the end of the year	$ 318,000	$ 1,092,000
Appropriated retained earnings		
Reserve for catastrophes and contingencies (Note 8)	$ 4,000,000	$ 4,000,000
Total retained earnings — Statement 3	$ 4,318,000	$ 5,092,000

Statement of Changes in Financial Position

For The Year Ended October 31, 1982

	1982	1981
RESOURCES PROVIDED		
Net profit for the year — Statement 1 and 2	$14,331,000	$ 5,708,000
Adjustments to convert net profit to a cash basis:		
Increase in unearned premiums	7,214,000	10,689,000
Increase in unpaid claims	19,351,000	16,465,000
Depreciation and amortization	731,000	747,000
Increase in accounts receivable, prepaid expenses and deferred premium acquisition costs	(3,710,000)	(3,800,000)
Increase in accounts payable and accrued charges	2,331,000	3,945,000
Proceeds from disposal of property and equipment	2,000	4,000
	$40,250,000	$33,758,000
RESOURCES APPLIED		
Acquisition of property and equipment	683,000	1,537,000
Net resources available for investment	$39,567,000	$32,221,000
CHANGE IN RESOURCES		
Increase in cash and short term investments	$12,509,000	$15,534,000
Increase in long term investments	27,058,000	16,687,000
	$39,567,000	$32,221,000

Schedule of Expenses Incurred

For The Year Ended October 31, 1982

	1982	1981
Amortization of organizational expenses	$ 285,000	$ 285,000
Bad debts	95,000	75,000
Commissions	12,821,000	8,828,000
Data processing	1,676,000	1,609,000
Depreciation and amortization	446,000	462,000
Employee travel and sustenance allowance	405,000	377,000
Grants in lieu of taxes	454,000	420,000
Health and education tax	109,000	—
Premium taxes	4,915,000	3,313,000
Rent	1,293,000	1,062,000
Salaries and employee benefits	21,309,000	20,682,000
Other administrative expenses	2,281,000	2,147,000
Less net recovery from the motor vehicle branch (Note 10)	(346,000)	(823,000)
Total expenses incurred	$45,743,000	$38,437,000
Allocation:		
Automobile insurance division — Statement 1		
Claims adjusting expense	$16,773,000	$16,215,000
Administrative expense	7,450,000	6,848,000
Commissions	8,243,000	6,677,000
Premium taxes	4,520,000	3,051,000
	$36,986,000	$32,791,000
General insurance division — Statement 2		
Claims adjusting expense	$ 792,000	$ 647,000
Administrative expense	2,992,000	2,586,000
Commissions	4,578,000	2,151,000
Premium taxes	395,000	262,000
	$ 8,757,000	$ 5,646,000
Total	$45,743,000	$38,437,000

Schedule of Investments AS AT OCTOBER 31, 1982

Description of Securities	Par Value	Book Value
Provincial:		
Province of Manitoba	$ 40,529,000	$ 40,314,000
Manitoba Telephone System	22,749,000	21,990,000
Manitoba Hydro-Electric Board	24,502,000	22,456,000
Ontario Hydro-Electric Commission	1,500,000	1,364,000
	$ 89,280,000	$ 86,124,000
Hospitals:		
Brandon General Hospital	$ 1,980,000	$ 1,980,000
Boissevain Hospital District	851,000	851,000
Dauphin General Hospital	90,000	90,000
Deloraine Hospital District #14	638,000	638,000
The De Salaberry Hospital District #27A	207,000	207,000
Flin Flon General Hospital	720,000	720,000
Gimli Hospital District #39	208,000	208,000
Gladstone Hospital District #17	14,000	14,000
Grace General Hospital	963,000	770,000
Grandview Hospital District #3B	11,000	11,000
Hamiota Hospital District #7A	98,000	98,000
Health Sciences Centre	1,432,000	1,358,000
Hunter Memorial Hospital District #33	1,278,000	1,278,000
Lakeshore General Hospital District #34A — Ashern	62,000	62,000
Lynn Lake Hospital District #38	161,000	161,000
Manitoba Hospital Capital Financing Authority	3,784,000	3,784,000
Minnedosa Hospital District #8	88,000	88,000
Misericordia General Hospital	598,000	598,000
Morden Hospital District #21	693,000	693,000
Neepawa Hospital District #9	374,000	374,000
Portage Hospital District #18	575,000	575,000
The Roblin Health Centre District	896,000	896,000
Russell Hospital District #8	480,000	480,000
St. Anthony's General Hospital — The Pas	720,000	720,000
St. Boniface General Hospital	40,000	32,000
Seven Oaks Hospital	2,580,000	1,930,000
Swan River Hospital District #1	488,000	488,000
Thompson General Hospital	1,413,000	1,385,000
Tri-Lake Hospital District #15	52,000	52,000
Victoria General Hospital — Winnipeg	1,400,000	1,400,000
Victoria-South Norfolk Treherne Hospital District #19	254,000	254,000
Winnipeg General Hospital	235,000	201,000
Betel Home Foundation — Gimli	176,000	176,000
Betel Home Foundation — Selkirk	476,000	476,000

Schedule of Investments AS AT OCTOBER 31, 1982, CONTINUED

Description of Securities	Par Value	Book Value
Hospitals:		
Bethania Mennonite Personal Care Home Inc.	$ 100,000	$ 100,000
Birtle Health Services District	537,000	537,000
Birtle Personal Care Home Inc.	53,000	53,000
B.M.W. Health Facilities Inc.	84,000	84,000
Dauphin Personal Care Home Inc.	414,000	414,000
Fairview Home Inc.	96,000	96,000
Flin Flon Personal Care Home Corporation	1,095,000	1,095,000
Foyer Notre Dame Incorporated	39,000	39,000
Goodwin Lodge Inc.	130,000	130,000
Holy Family Nursing Home — Sister Servants of Mary Immaculate	918,000	918,000
Lakeview Senior Citizens Home	48,000	48,000
Lorne Memorial Medical Nursing Unit #190	232,000	232,000
McCreary/Alonsa Health Centre	32,000	32,000
McCreary/Alonsa Personal Care Home Inc.	138,000	138,000
Manitoba Baptist Home Society Inc.	106,000	106,000
Middlechurch Home of Winnipeg	78,000	78,000
Portage la Prairie Lions Care Hostel Inc.	267,000	267,000
Red River Valley Lodge Inc. — Emerson	80,000	80,000
Rocklake Health District	1,075,000	1,075,000
Rocklake Personal Care Home Inc.	265,000	265,000
Rosewood Lodge Inc.	15,000	15,000
St. Joseph's Residence	882,000	882,000
Snow Lake Medical Nursing Unit District #40	782,000	782,000
Tache Nursing Centre	1,011,000	1,011,000
The Pas Health Complex Inc. — St. Paul's Residence	462,000	462,000
The Pas Health Complex Inc. — St. Anthony's General Hospital	629,000	629,000
Tiger Hills Manor Inc.	30,000	30,000
Winnipeg Presbytery Society for Senior Citizens Homes in Winnipeg	120,000	120,000
	$ 33,753,000	$ 32,766,000
Schools:		
Portage la Prairie School Division #24	$ 156,000	$ 156,000
Flin Flon School Division #46	260,000	260,000
Western School Division #47	127,000	127,000
	$ 543,000	$ 543,000
Municipal:		
City of Brandon	$ 876,000	$ 812,000
City of Flin Flon	1,919,000	1,919,000

Schedule of Investments AS AT OCTOBER 31, 1982, CONTINUED

Description of Securities	Par Value	Book Value
Municipal:		
City of Portage la Prairie	$ 3,213,000	$ 3,171,000
Town of Altona	577,000	577,000
Town of Boissevain	106,000	102,000
Town of Carman	38,000	38,000
Town of Deloraine	211,000	211,000
Town of Emerson	302,000	302,000
Town of Gimli	34,000	34,000
Town of Grandview	117,000	117,000
Town of Killarney	345,000	345,000
Town of Melita	363,000	363,000
Town of Minnedosa	84,000	84,000
Town of Morden	494,000	494,000
Town of Morris	30,000	30,000
Town of Neepawa	44,000	44,000
Town of Rapid City	88,000	88,000
Town of Roblin	210,000	210,000
Town of Russell	228,000	228,000
Town of Selkirk	577,000	577,000
Town of Snow Lake	105,000	105,000
Town of Steinbach	1,244,000	1,244,000
Town of Swan River	541,000	541,000
Town of Virden	29,000	29,000
Town of Winkler	433,000	433,000
Town of Winnipeg Beach	74,000	74,000
Village of Arborg	90,000	90,000
Village of Benito	43,000	43,000
Village of Binscarth	78,000	78,000
Village of Gretna	25,000	25,000
Village of Hamiota	27,000	27,000
Village of Lac du Bonnet	105,000	105,000
Village of MacGregor	124,000	124,000
Village of Manitou	95,000	95,000
Village of Pilot Mound	130,000	130,000
Village of Plum Coulee	38,000	38,000
Village of Riverton	9,000	9,000
Village of St. Anne	36,000	36,000
Village of Shoal Lake	80,000	80,000
Village of Somerset	48,000	48,000
Village of St. Pierre	220,000	220,000
Village of Winnipegosis	111,000	111,000
Rural Municipality of Albert	17,000	17,000
Rural Municipality of Assiniboine	10,000	10,000
Rural Municipality of Cartier	12,000	12,000

Schedule of Investments AS AT OCTOBER 31, 1982, CONTINUED

Description of Securities	Par Value	Book Value
Municipal:		
Rural Municipality of Edward	$ 173,000	$ 173,000
Rural Municipality of Hanover	204,000	204,000
Rural Municipality of La Broquerie	26,000	26,000
Rural Municipality of MacDonald	237,000	237,000
Rural Municipality of Montcalm	35,000	35,000
Rural Municipality of Morris	61,000	61,000
Rural Municipality of Morton	25,000	25,000
Rural Municipality of North Norfolk	152,000	152,000
Rural Municipality of Ritchot	421,000	421,000
Rural Municipality of Rockwood	67,000	67,000
Rural Municipality of Siglunes	128,000	128,000
Rural Municipality of Springfield	32,000	32,000
Rural Municipality of Strathcona	28,000	28,000
Rural Municipality of Tache	29,000	29,000
Rural Municipality of Thompson	47,000	47,000
Rural Municipality of Whitewater	32,000	32,000
Local Government District of Consol	412,000	412,000
Local Government District of Leaf Rapids	2,791,000	2,791,000
	$ 18,480,000	$ 18,370,000
	$142,056,000	$137,503,000

THE MANITOBA PUBLIC INSURANCE CORPORATION

Notes to the Financial Statements

OCTOBER 31, 1982

1. *Status of the Corporation.*

The Manitoba Public Insurance Corporation was incorporated as a Crown Corporation under The Automobile Insurance Act in 1970. In 1974 The Automobile Insurance Act was revised and became The Manitoba Public Insurance Corporation Act (Chapter A180, of the continuing consolidation of the statutes of Manitoba).

Under the provisions of its Act, the Corporation conducts a comprehensive automobile program and general insurance business. For financial accounting purposes the automobile and general insurance divisions are regarded as separate operations.

2. *Basis of Reporting.*

The financial statements of the Corporation are in such form as prescribed by Section 37(1) of The Manitoba Public Insurance Corporation Act and are presented in accordance with generally accepted accounting principles and conform in all material aspects to that suggested in the 1974 research study "Financial Reporting for Property and Casualty Insurers" of the Canadian Institute of Chartered Accountants.

Notes to the Financial Statements,
CONTINUED

3. *Summary of Significant Accounting Policies.*

This summary outlines those accounting policies followed by the Corporation which have a significant effect on the financial statements.

Deferred Premium Acquisition Costs.

Commissions and premium taxes are charged to expense over the terms of the insurance contracts to which such costs relate.

Investments.

Bonds and debentures are carried at cost plus accumulated amortization of discounts and premiums. The applicable discounts and premiums are amortized over the life of the investment.

Depreciation and Amortization.

Depreciation is provided on a straight-line basis at rates which will amortize the original cost over the estimated useful life of each asset. The annual rates are:

Buildings	2.5%
Equipment	10.0%
Data processing equipment	20.0%
Automotive equipment	20.0%

Leasehold improvements are amortized over the term of the lease plus the first renewal period.

Organizational Expenses.

The Corporation utilizes the straight-line method of amortization at a rate of 5% per annum. The organizational expenses will be fully amortized for the automobile insurance division in the 1992 fiscal year and for the general insurance division in the 1995 fiscal year.

Pension Plan.

The employees of the Corporation are subject to the Civil Service Superannuation Act and it is the policy of the Corporation to provide for the employer's future pension liability which is fully funded on an indexed basis.

Unearned Premiums.

The liability for unearned premiums is the portion of premiums that relate to the unexpired term of each insurance contract.

Unpaid Claims.

Unpaid claims include a provision for reported unpaid claims and an estimate for unreported claims. The estimate for unreported claims is $25,000,000 (1981 - $17,000,000) for the automobile insurance division and $4,975,000 (1981 - $4,975,000) for the general insurance division.

Notes to the Financial Statements, CONTINUED

Investment Income.

The investment income has been allocated to the automobile and general insurance divisions based on a monthly averaging of the funds available within each division.

Expenses.

The Corporation allocates expenses incurred to the automobile and general insurance divisions on the following basis:

i) Identifiable direct expenses are charged to each division.

ii) Where direct allocation is impractical, expenses are allocated to each division based on a proration approved by the Corporation's Board of Directors.

Reinsurance.

The agreement under which the Corporation reinsured part of its automobile insurance division risk with its general insurance division was cancelled February 29, 1980. This agreement required a deposit premium each year with adjustments based on loss experience. The inter-divisional transactions included in the accounts are as follows:

	1982	1981
Premiums ceded to the general insurance division	$ 151,000	$1,634,000
Reported claims incurred	138,000	1,580,000
Provision for unreported claims	350,000	1,550,000

The Corporation also ceded premiums to other insurers for the automobile and general insurance divisions, and the general insurance division assumed insurance business from other insurers.

4. a) *Cash and Investments Maturing Within One Year.*

	1982	1981
Cash and Investment certificates	$54,977,000	$43,923,000
Bonds and debentures	4,262,000	2,807,000
	$59,239,000	$46,730,000

b) As at October 31, 1982 the Corporation has committed $27,000,000 (1981 - $20,000,000) for the purchase of various Manitoba long term securities.

Notes to the Financial Statements, CONTINUED

5. *Accounts Receivable.*

	1982		1981	
	Subrogation	Other	Subrogation	Other
Accounts receivable	$4,849,000	$15,066,000	$4,468,000	$12,622,000
Less allowance for doubtful accounts	2,747,000	234,000	2,294,000	197,000
	$2,102,000	$14,832,000	$2,174,000	$12,425,000

6. *Property and Equipment.*

The cost of major classes of property and equipment and the related accumulated depreciation and amortization are:

	Cost	Accumulated Depreciation and Amortization	Net Book Value at Oct. 31, 1982	Net Book Value at Oct. 31, 1981
Land	$ 1,318,000	$ –	$1,318,000	$1,290,000
Buildings	5,735,000	962,000	4,773,000	4,818,000
Equipment	2,235,000	1,221,000	1,014,000	665,000
	$ 9,288,000	$2,183,000	$7,105,000	$6,773,000
Leasehold improvements	1,257,000	249,000	1,008,000	1,105,000
	$10,545,000	$2,432,000	$8,113,000	$7,878,000

7. *Organizational Expenses.*

	Cost	Accumulated Amortization	Net Book Value at Oct. 31, 1982	Net Book Value at Oct. 31, 1981
Automobile insurance division	$ 4,709,000	$2,354,000	$2,355,000	$2,591,000
General insurance division	996,000	348,000	648,000	697,000
	$ 5,705,000	$2,702,000	$3,003,000	$3,288,000

8. *Reserves for Catastrophes and Contingencies.*

These reserves will assist in protecting the Corporation against future catastrophic losses and unforeseen events that may arise.

9. *Reserve for Rate Stabilization.*

This reserve may be utilized to offset increases in insurance rates or for providing increased benefits under the automobile plan.

10. *Share Cost Agreements.*

The administrative costs associated with the driver and motor vehicle systems are shared by the Corporation and the Motor Vehicle Branch based on a share cost agreement. For the 1982 fiscal year, the share cost agreement resulted in a net recovery by the Corporation from the Motor Vehicle Branch of $346,000 (1981 - $823,000).

The basic commissions and flat fees paid to agents are also shared by the Corporation and the Motor Vehicle Branch. For the 1982 fiscal year, the share cost agreement resulted in a recovery by the Corporation from the Motor Vehicle Branch of $1,693,000 (1981 - $1,907,000).

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA RESEARCH COUNCIL

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C, D, E and F, and Schedules 1, 2 and 3, of The Manitoba Research Council for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements present fairly the financial position of The Manitoba Research Council as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

December 22, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA RESEARCH COUNCIL

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
A S S E T S		
Current:		
Cash	$ 5,500.00	$ 5,000.00
Funds on deposit with the Minister of Finance	1,075,804.92	501,789.17
Accounts receivable (Note 2)	515,080.23	302,296.84
Prepaid rent	10,901.82	-
	1,607,286.97	809,086.01
Fixed: at cost (Note 1(b))		
Automobile	10,000.00	-
Building	832,311.65	832,311.65
Furniture and fixtures	221,329.85	195,888.16
Equipment	2,894,408.65	1,755,801.02
Leasehold improvements	221,398.96	220,678.96
Land	25,000.00	25,000.00
	4,204,449.11	3,029,679.79
	$ 5,811,736.08	$ 3,838,765.80
L I A B I L I T I E S		
Current:		
Accounts payable	$ 54,247.07	$ 23,082.91
Investment in fixed assets, Schedule 1	4,204,449.11	3,029,679.79
Unexpended funds, Exhibit B	1,553,039.90	786,003.10
	$ 5,811,736.08	$ 3,838,765.80

Exhibit B

THE MANITOBA RESEARCH COUNCIL

Unexpended Funds Summary Statement
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Canadian Food Products Development Centre:		
Grant Account, Exhibit C	$ 564,200.52	$ 300,893.85
General, Exhibit D	62,371.09	62,371.09
	626,571.61	363,264.94
Industrial Technology Centre:		
Grant Account, Exhibit E	925,253.89	421,523.76
Other Projects, Exhibit F		
Grant Account	-	-
General	1,214.40	1,214.40
	1,214.40	1,214.40
Unexpended funds, Exhibit A	$ 1,553,039.90	$ 786,003.10

Exhibit C

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Canadian Food Products Development Centre, Grant Account
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Grants received from the Province of Manitoba and Canada (Note 1(a))	$ 752,534.60	$ 720,651.83
Fees for service	294,800.88	182,882.56
Contribution from National Research Council (Note 3)	63,000.00	63,000.00
Sale of equipment	-	18,000.00
Total revenue	1,110,335.48	984,534.39
Expenditure, Schedule 2:		
Operating	724,569.36	512,346.80
Capital	122,459.45	228,686.23
Total expenditure	847,028.81	741,033.03
Excess of revenue over expenditure	263,306.67	243,501.36
Balance of unexpended funds at beginning of year	300,893.85	57,392.49
Balance of unexpended funds at end of year, Exhibit B	$ 564,200.52	$ 300,893.85

Exhibit D

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Canadian Food Products Development Centre, General Account
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance of unexpended funds at beginning of year	$ 62,371.09	$ 62,371.09
Balance of unexpended funds at end of year, Exhibit B	$ 62,371.09	$ 62,371.09

Exhibit E

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Industrial Technology Centre, Grant Account
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenue:		
Grants received from the Province of Manitoba and Canada (Note 1(a))	$ 2,712,762.53	$ 2,102,116.52
Fees for service	590,227.01	313,212.74
Contribution from the National Research Council (Note 3)	189,000.00	63,000.00
Metric Information Centre Agreement (Note 4)	82,903.59	75,650.00
Total revenue	3,574,893.13	2,553,979.26
Expenditure, Schedule 3:		
Operating	1,797,198.15	1,237,468.90
Capital	1,066,109.99	432,411.49
Contracts	204,408.65	510,851.35
Grants	3,446.21	2,000.00
Total expenditure	3,071,163.00	2,182,731.74
Excess of revenue over expenditure	503,730.13	371,247.52
Balance of unexpended funds at beginning of year	421,523.76	50,276.24
Balance of unexpended funds at end of year, Exhibit B	$ 925,253.89	$ 421,523.76

Exhibit F

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds - Other Projects
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Grant Account		
Refunds to the Government of the Province of Manitoba of unexpended project funds	$ -	$ 5,360.55
Balance of unexpended funds at beginning of year	-	5,341.18
		(19.37)
Allocation from General Account	-	19.37
Balance of unexpended funds at end of year, Exhibit B	$ -	$ -
General Account		
Balance of unexpended funds at beginning of year	$ 1,214.40	$ 1,233.77
Allocation to Grant Account	-	19.37
Balance of unexpended funds at end of year, Exhibit B	$ 1,214.40	$ 1,214.40

Schedule 1

THE MANITOBA RESEARCH COUNCIL

Schedule of Investment in Fixed Assets - at Cost
for the year ended March 31, 1983

	Balance March 31, 1982	Acquisitions	Dispositions	Balance March 31, 1983
Canadian Food Products Development Centre				
Equipment	$ 497,514.60	$ 121,457.66	$ 6,702.10	$ 612,270.16
Furniture and fixtures	9,859.37	281.79	277.20	9,863.96
Leasehold improvements	12,235.94	720.00	-	12,955.94
Building	832,311.65	-	-	832,311.65
Land	25,000.00	-	-	25,000.00
	1,376,921.56	122,459.45	6,979.30	1,492,401.71
Industrial Technology Centre				
Automobile	-	10,000.00	-	10,000.00
Equipment	1,258,286.42	1,030,672.89	6,820.82	2,282,138.49
Furniture and fixtures	186,028.79	25,437.10	-	211,465.89
Leasehold improvements	208,443.02	-	-	208,443.02
	1,652,758.23	1,066,109.99	6,820.82	2,712,047.40
Investment in fixed assets, Exhibit A	$ 3,029,679.79	$ 1,188,569.44	$ 13,800.12	$ 4,204,449.11

Schedule 2

THE MANITOBA RESEARCH COUNCIL

Schedule of Expenditures
Canadian Food Products Development Centre - Grant Account
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Expenditures:		
Operating:		
Advertising and promotion	$ 9,248.11	$ 9,239.10
Bad debt expense	3,073.84	-
Building maintenance and repair	8,970.66	8,254.97
Computer related expenses	1,095.00	1,332.41
Equipment-rentals, maintenance and repair	21,253.81	13,273.96
Fees-memberships, seminars, customs and audit	19,421.61	16,792.75
Heating, utilities and taxes	31,639.08	21,749.76
Laboratory supplies	84,202.71	46,460.57
Library-consultants and publications	10,486.84	22,210.00
Postage and telephone	14,755.30	11,059.54
Printing and stationery supplies	7,842.76	7,737.67
Purchased testing services	37,010.11	3,217.13
Real estate rental	6,116.25	5,299.84
Salaries and employee benefits	394,819.64	265,295.41
Staff transfer and relocation costs	3,988.98	4,985.78
Technical assistants	47,239.61	58,923.05
Travel and transportation	23,405.05	16,514.86
	724,569.36	512,346.80
Capital:		
Construction contract	720.00	35,968.00
Equipment and furnishings	121,739.45	192,718.23
	122,459.45	228,686.23
Total expenditures, Exhibit C	$ 847,028.81	$ 741,033.03

Schedule 3

THE MANITOBA RESEARCH COUNCIL

Schedule of Expenditures
Industrial Technology Centre, Grant Account
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Expenditures:		
Operating:		
Advertising and promotion	$ 37,351.71	$ 23,729.21
Bad debt expense	13,653.45	19,639.85
Building maintenance and repair	24,844.43	12,497.70
Consulting fees	18,807.20	16,357.48
Computer related	41,837.54	39,166.56
Equipment - rentals, maintenance and repair	17,860.67	22,740.87
Fees - memberships, seminars, customs and audit	29,637.87	18,961.74
Heating, utilities and taxes	48,595.04	44,094.71
Laboratory supplies	88,778.68	118,138.12
Library - consultants and publications	40,446.57	30,332.00
Postage and telephone	33,122.58	21,126.68
Printing and stationery supplies	44,599.96	39,941.94
Purchased testing services	29,687.45	64,387.43
Real estate rental	132,037.05	131,375.32
Salaries and employee benefits	702,674.42	363,513.64
Staff transfer and relocation costs	30,073.69	1,351.25
Technical assistants	410,294.80	223,335.79
Travel and transportation	52,895.04	46,778.61
	1,797,198.15	1,237,468.90
Capital:		
Equipment and furnishings	1,066,109.99	404,694.55
Leasehold improvements	-	27,716.94
	1,066,109.99	432,411.49
Contracts:		
Industrial Applications of Micro Electronics Inc.	150,000.00	300,000.00
Medical Products Institute	-	24,000.00
University of Manitoba - Dr. Sehon	54,408.65	186,851.35
	204,408.65	510,851.35
Grants:		
Ancast Industries	3,446.21	-
Biomass Energy Institute	-	1,500.00
Seder Sportswear	-	500.00
	3,446.21	2,000.00
Total expenditures, Exhibit E	$ 3,071,163.00	$ 2,182,731.74

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1983

1. Accounting Policies

(a) Nature of accounts

The Manitoba Research Council is presently carrying out three activities and accounts for each activity in separate grant accounts. The Council operates the Canadian Food Products Development Centre and the Industrial Technology Centre under agreements with the Province of Manitoba, for which the funding is provided by the Governments of Canada and Manitoba under the Subsidiary Agreement on Industrial Development. Under the terms of the Agreement expiring March 31, 1983, expenditures on approved projects are shared by Canada and Manitoba to September 30, 1984 on a 62.5 percent and 37.5 percent basis, respectively.

In addition to operating these two Centres as separate activities, the Council undertakes projects or makes grants for specific projects on behalf of the Province of Manitoba or Canada, each of which has been specifically approved by the respective Governments. This is accounted for in the Other Projects Fund.

Funds generated from operations of an activity in periods prior to the Council operating under the Subsidiary Agreement on Industrial Development were recorded in a general account of the activity. These general account funds are available to the Council for undertakings related to the activity in excess of the funds authorized by way of Canada-Manitoba contributions. Under the Subsidiary Agreement on Industrial Development, funds generated from operations of the Centres are applied against the costs of operations of the Centres.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1983

(b) Fixed assets

The balance sheet reflects fixed assets at cost, with a corresponding entry to "Investment in Fixed Assets". All fixed asset acquisition and sale transactions appear in the statement of revenue and expenditure. Because asset purchases and sales are reflected as expense and revenue as incurred, no provision is made for depreciation or amortization of fixed assets.

The Council's policy is to remove the cost of all physical assets from the accounts which have:

- become obsolete during the year,
- been sold or otherwise disposed of during the year, or
- in the case of leasehold improvements, a full write-off will be recorded at the termination of the lease period, excluding any renewal option periods.

Restrictions over fixed assets under the Subsidiary Agreement on Industrial Development:

Physical assets acquired or constructed under this agreement must be utilized in a manner compatible with the intent of the agreement for at least 10 years. Any incompatible use of such physical assets within the 10 year period, including disposition by way of outright sale, would require a repayment to Canada of 62.5 percent of the fair market value of the asset at the time of the change of use.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1983

(c) General and administrative expenses

General and administrative expenses relating to the activities of the Canadian Food Products Development Centre and the Industrial Technology Centre are paid for from the funds of these activities except for two departmental staff members assigned to the Industrial Technology Centre without charge to the Centre. Administrative and general expenses related to the Council's other operations are paid by the Department of Economic Development and Tourism from its appropriations.

2. Accounts Receivable:

	1983	1982
Canadian Food Products Development Centre		
Trade:		
Province of Manitoba	$ -	$ 194.56
Government of Canada	10,881.99	7,639.56
Other	119,769.65	51,664.89
	130,651.64	59,499.01
Less: Allowance for doubtful accounts	3,073.84	-
	127,577.80	59,499.01
Contribution Agreement - National Research Council	-	31,500.00
Total	127,577.80	90,999.01
Industrial Technology Centre		
Trade:		
Province of Manitoba	67,852.35	13,427.10
Government of Canada	-	1,887.99
Other	187,135.34	108,472.59
	254,987.69	123,787.68
Less: Allowance for doubtful accounts	33,293.30	19,639.85
	221,694.39	104,147.83
Contribution Agreement - National Research Council	126,000.00	31,500.00
Metric Commission Canada - Agreement	39,808.04	75,650.00
Total	387,502.43	211,297.83
Accounts Receivable, Exhibit A	$ 515,080.23	$ 302,296.84

3. National Research Council Contribution Arrangement

For the year ended March 31, 1983, a contribution arrangement was approved between the National Research Council (NRC) and the Manitoba Research Council (MRC) which provided that the NRC would contribute $252,000 to the MRC for services equivalent to four staff years plus overhead in respect to MRC providing technical information services to industry in Manitoba, an activity which augments the services that are provided by the NRC. On the basis of NRC's contribution, such services were provided during the year by staff of the Manitoba Research Council's Industrial Technology Centre and Food Products Development Centre.

4. Metric Information Centre Agreement

A three year agreement ending March 31, 1984 between Canada and the Province of Manitoba provides for annual funding from Canada up to $68,000 plus any change in the Consumer Prices Index on the basis that MRC channel information to and respond to enquiries from individual enterprises and organizations, as well as impart knowledge regarding the plans, progress and implications of metric conversion. During the year, MRC provided such services utilizing the staff, facilities and supplies of the Industrial Technology Centre.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements for the year ended March 31, 1983

5. Outstanding Commitments as at March 31, 1983 (with 1982 figures for comparison):

		1983	1982
(a)	The Canadian Food Products Development Centre:		
	Acquisition of Equipment	$ 34,248.63	$ 1,975.92
	Other committed funds	6,956.09	1,933.42
		$ 41,204.72	$ 3,909.34
(b)	Industrial Technology Centre:		
	Lease of Premises to June 30, 1984	$ 163,527.62	$ 294,349.53
	Acquisition of Equipment	65,473.90	31,888.86
	Grant to Industrial Applications of Micro Electronics Inc.	-	50,000.00
	Grant to University of Manitoba - Dr. Sehon	-	54,408.65
	Other commited funds	3,927.87	8,098.88
		$ 232,929.39	$ 438,745.92

6. Comparative figures for the year ended March 31, 1982 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1983.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

I report that the accounts and financial statements of The Manitoba School Capital Financing Authority have been examined under my direction for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedules 1 and 2, present fairly the financial position of The Manitoba School Capital Financing Authority as at March 31, 1983 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Authority.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 8, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Current assets:		
Cash on deposit with the Minister of Finance of Manitoba	$ 11,080,644	$ 6,937,220
Accrued interest	7,434,763	7,366,281
	18,515,407	14,303,501
Investments, Schedule 1	212,342,576	214,126,177
	$ 230,857,983	$ 228,429,678
LIABILITIES		
Accrued bond interest	$ 4,412,335	$ 4,412,335
Bonds payable, Schedule 2	215,225,000	215,225,000
Surplus:		
Balance at beginning of year	8,792,343	6,531,238
Excess of income over expenditure, Exhibit B	2,428,305	2,261,105
Balance at end of year	11,220,648	8,792,343
	$ 230,857,983	$ 228,429,678

Exhibit B

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Income and Expenditure
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Income:		
Interest on:		
School district and school division securities	$ 19,863,653	$ 19,397,359
Cash deposited with the Minister of Finance of Manitoba	776,797	1,075,891
	20,640,450	20,473,250
Expenditure:		
Bond interest	17,943,114	17,943,114
Service charge paid to the Government of Province of Manitoba	269,031	269,031
	18,212,145	18,212,145
Excess of income over expenditure, transferred to Surplus, Exhibit A	$ 2,428,305	$ 2,261,105

Schedule 1

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Investments
as at March 31, 1983
(with 1982 figures for comparison)

Serial debentures issued by boards of trustees of school districts and school divisions:

Interest Rate %	1983	1982
5.75	$ 5,749,600	$ 6,986,036
7.00	5,369,490	6,087,644
7.50	5,944,331	6,396,471
7.75	12,359,970	13,280,076
8.00	11,928,326	12,789,437
8.25	16,524,358	18,009,095
8.50	7,673,096	8,314,708
9.00	6,681,074	6,985,404
9.25	48,858,236	50,487,936
9.50	9,643,783	9,932,796
9.75	16,680,044	17,262,421
10.25	7,271,493	7,431,479
10.50	7,423,149	7,601,769
10.75	42,275,471	34,471,542
13.00	7,960,155	8,089,363
Investments, Exhibit A	$ 212,342,576	$ 214,126,177

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Bonds Payable
as at March 31, 1983
(with 1982 figures for comparison)

The following bonds are guaranteed as to principal and interest by the Government of the Province of Manitoba and are subject to prior redemption:

Series "C.P.P."	Interest Rate %	Year of Maturity	1983	1982
No. 1-4	5.37-5.44	1986	$ 10,000,000	$ 10,000,000
No. 5-7	5.56-5.61	1987	10,000,000	10,000,000
No. 8-12	6.40-6.79	1988	15,000,000	15,000,000
No. 13-15	7.60-7.94	1989	10,049,000	10,049,000
No. 16-24	7.85-8.33	1990	37,951,000	37,951,000
No. 25-29	6.93-7.41	1991	14,742,000	14,742,000
No. 30-31	6.75-7.38	1992	5,258,000	5,258,000
No. 32-34	7.23-7.61	1993	9,500,000	9,500,000
No. 35-36	7.64-9.14	1994	3,500,000	3,500,000
No. 37-39	8.38-9.48	1995	16,369,000	16,369,000
No. 40-43	8.97-9.07	1996	20,336,000	20,336,000
No. 44-49	8.73-9.02	1997	29,295,000	29,295,000
No. 50	9.46	1998	3,000,000	3,000,000
No. 51-53	9.98-10.49	1999	19,225,000	19,225,000
No. 54	12.01	2000	4,000,000	4,000,000
No. 55	13.13	2001	7,000,000	7,000,000
Bonds payable, Exhibit A			$ 215,225,000	$ 215,225,000

MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Notes to the Financial Statements

March 31, 1983

Subsequent Events

The Manitoba Legislature passed Bill 73 which repealed The School Capital Financing Authority Act effective April 1, 1983. All property, assets, investments and money, including accumulated surplus were transferred to and vested in the Government of Manitoba. All obligations and liabilities of the Authority, including all obligations to pay the principal and interest on securities issued by the Authority were assumed by the Government of Manitoba.

ARTHUR ANDERSEN & CO.
CHARTERED ACCOUNTANTS

AUDITORS' REPORT

We have examined the balance sheet of THE MANITOBA TELEPHONE SYSTEM (a Manitoba corporation) as of March 31, 1983 and the related statements of operations and reinvested earnings and sources of funds used for construction for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the accompanying financial statements present fairly the financial position of The Manitoba Telephone System as of March 31, 1983 and the results of its operations and sources of funds used for construction for the year then ended in conformity with the basis of accounting described in note 1(a) applied consistently with that of the preceding year.

Arthur Andersen & Co.

Chartered Accountants

Winnipeg, Canada
June 2, 1983

THE MANITOBA TELEPHONE SYSTEM

BALANCE SHEETS — MARCH 31, 1983 AND 1982

ASSETS

(in thousands of dollars)

	1983	1982 (Note 13)
TELECOMMUNICATIONS PROPERTY		
Buildings, plant and equipment	$930,735	$834,805
Less accumulated depreciation	375,362	313,908
	$555,373	$520,897
Land	5,698	4,583
Materials and supplies	8,164	7,580
Plant under construction	33,013	32,895
	$602,248	$565,955
INVESTMENTS (Note 6)	$ 2,976	$ 1,566
INVESTMENT FUND (Note 7)	$ 29,732	$ 27,717
CURRENT ASSETS		
Temporary cash investments	$ 22,234	$ 10,430
Accounts receivable	32,289	29,382
Prepayments	5,859	4,086
	$ 60,382	$ 43,898
DEFERRED CHARGES		
Unrealized foreign currency losses less amortization	$ 19,511	$ 30,206
Unamortized long-term debt expenses	3,830	3,747
Preliminary engineering and miscellaneous	2,055	1,775
Deferred employee benefit, less amortization	3,740	4,156
	$ 29,136	$ 39,884
	$724,474	$679,020

Approved on Behalf of the Board

Miller Chairman

The accompanying notes are an integral part of these statements.

LIABILITIES

	1983	1982 (Note 13)
	(in thousands of dollars)	
DEBT		
Long term debt (Note 8)	$607,023	$556,099
Less sinking fund investments	47,757	41,263
	$559,266	$514,836
Mortgage payable	2,462	—
Notes payable	4,800	14,450
	$566,528	$529,286
REINVESTED EARNINGS	$ 98,383	$ 94,876
DEFERRED EMPLOYEE BENEFIT	$ 12,514	$ 10,906
CURRENT LIABILITIES		
Outstanding cheques less cash in bank	$ 3,798	$ 2,710
Accounts payable and accrued liabilities	26,034	27,584
Advance billings and payments	2,630	2,436
Accrued interest	14,587	11,222
	$ 47,049	$ 43,952
COMMITMENTS (Note 9)		
	$724,474	$679,020

Commissioner

THE MANITOBA TELEPHONE SYSTEM

STATEMENTS OF OPERATIONS AND REINVESTED EARNINGS

FOR THE YEARS ENDED MARCH 31, 1983 AND 1982

	1983	1982 (Note 13)
	(in thousands of dollars)	
OPERATING REVENUES		
Long distance service	$154,024	$147,341
Local service	92,301	83,728
Miscellaneous (Note 2)	18,057	15,678
Less uncollectible operating revenues	(2,114)	(2,193)
	$262,268	$244,554
OPERATING EXPENSES		
Maintenance	$ 45,919	$ 43,157
Depreciation	75,838	68,776
Traffic	13,731	12,993
Commercial and marketing	25,603	22,578
General and administration	47,529	44,905
Operating taxes (Note 3)	6,108	4,398
	$214,728	$196,807
NET OPERATING REVENUES	$ 47,540	$ 47,747
OTHER REVENUES (note 4)	14,273	11,832
NET REVENUES BEFORE DEBT CHARGES	$ 61,813	$ 59,579
DEBT CHARGES (note 5)	58,306	53,397
NET REVENUES FOR THE YEAR	$ 3,507	$ 6,182
REINVESTED EARNINGS AT BEGINNING OF YEAR	94,876	88,694
REINVESTED EARNINGS AT END OF YEAR	$ 98,383	$ 94,876

The accompanying notes are an integral part of these statements.

THE MANITOBA TELEPHONE SYSTEM

STATEMENTS OF SOURCES OF FUNDS USED FOR CONSTRUCTION
FOR THE YEARS ENDED MARCH 31, 1983 AND 1982

SOURCES OF FUNDS	1983	1982 (Note 13)
	(in thousands of dollars)	
Internal		
From operations including charges which do not involve an outlay of funds	$ 81,557	$ 84,674
Investment fund	1,985	—
	$ 83,542	$ 84,674
External		
Sale of investments	—	520
Notes payable	4,800	14,450
Province of Manitoba advances	65,000	87,626
Mortgage, net of principal reduction	2,462	—
	$155,804	$187,270
FUNDS USED FOR OTHER THAN CONSTRUCTION		
Repayment of Province of Manitoba advances	$ 4,900	$ 57,258
Less payment from sinking fund	341	7,358
	$ 4,559	$ 49,900
Repayment of notes payable	14,450	15,570
Contribution to sinking fund	6,835	6,129
Contribution to investment fund	4,000	5,568
Payments toward deferred employee benefit	433	466
Increase in investments	1,410	881
Increase in working capital	13,387	4,351
	$ 45,074	$ 82,865
TOTAL FUNDS PROVIDED FOR CONSTRUCTION	$110,730	$104,405
FUNDS USED FOR CONSTRUCTION		
New telecommunications property added	$111,131	$103,692
Cost of removing old property	1,266	2,438
	$112,397	$106,130
Less salvage value of property retired	1,667	1,725
TOTAL FUNDS USED FOR CONSTRUCTION	$110,730	$104,405

The accompanying notes are an integral part of these statements.

THE MANITOBA TELEPHONE SYSTEM

NOTES TO FINANCIAL STATEMENTS MARCH 31, 1983 AND 1982

1. SIGNIFICANT ACCOUNTING POLICIES

(a) General

The accompanying financial statements have been prepared in accordance with Canadian generally accepted accounting principles, except for the accounting for pension costs as set out in Note 10. The system of accounts and practices are similar to those used by other TransCanada Telephone System members.

(b) Basis of Presentation

The investment in the wholly-owned subsidiary, MTX Telecom Services Inc. has been accounted for by the equity method (see Note 11).

(c) Telecommunications Property

Telecommunications property is recorded at original cost including materials, direct labour and overhead costs which vary with the level of construction. In addition, The Manitoba Telephone System (the "System") includes the cost of funds used to finance the construction, based on the duration of the projects.

(d) Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful life of telecommunications property by applying rates which are based on a continuing program of engineering studies.

When depreciable telephone property is retired, the original cost of such property, adjusted by any disposal proceeds and costs of removal, is charged to accumulated depreciation.

(e) Translation of Foreign Currencies

Foreign currencies have been translated into Canadian funds at rates of exchange on the following basis:

i) long term debt at rates prevailing at March 31, 1983;
ii) accrued interest at rates prevailing at March 31, 1983;
iii) debt charges at rates prevailing at the date of each transaction.

The unrealized loss resulting from the policy of using rates prevailing at March 31 is being amortized over the remaining term of the debt.

(f) Deferred Employee Benefit

The deferred employee benefit represents a sick leave vesting plan. The initial cost of this plan, which became effective June 1, 1977, is being amortized on a straight-line basis over fifteen years. The annual sick leave entitlements subsequent to June 1, 1977 are being accrued and charged to expense in the year to which they relate. Payments to employees on termination are being charged to the deferred liability.

2. MISCELLANEOUS OPERATING REVENUE

	1983	1982 (Note 13)
	(in thousands of dollars)	
Miscellaneous operating revenue includes:		
Directory advertising	$13,391	$11,474
Rentals and attachments	3,968	3,729
Other	698	475
	$18,057	$15,678

3. OPERATING TAXES

This category represents grants to municipalities in lieu of property taxes, the System's portion of Canada Pension Plan and Unemployment Insurance, the Provincial Payroll Tax and general levies.

4. OTHER REVENUES

	1983	1982 (Note 13)
	(in thousands of dollars)	
This group of revenue includes:		
Interest earned on investments	$10,125	$ 9,073
Surcharge on overdue accounts	1,335	961
Interest charged to construction	1,287	668
Net recoveries from foreign contracts	320	270
Miscellaneous, net	1,206	860
	$14,273	$11,832

5. DEBT CHARGES

	1983	1982 (Note 13)
	(in thousands of dollars)	
Debt charges includes:		
Interest on long-term debt	$51,968	$44,781
Amortization of unrealized foreign currency losses	2,626	5,568
Amortization of long-term debt expenses	729	673
Other interest expense and debt charges	2,983	2,375
	$58,306	$53,397

6. INVESTMENTS

	1983	1982 (Note 13)
	(in thousands of dollars)	
MTX Telecom Services Inc. 60,001 (1982 - 20,001)		
Common shares, at cost	$ 1,500	$ 500
Net operating advances	712	381
Deficit	(235)	(314)
	$ 1,977	$ 567
Telesat Canada 99,900 Common shares, at cost	999	999
	$ 2,976	$ 1,566

7. INVESTMENT FUND

During the year the Board of Commissioners approved net additions to the fund of $4,000,000 and withdrawals from the fund of $1,985,000. The fund is comprised of short-term investments held in trust by the Minister of Finance of the Province of Manitoba. Interest on the fund is recorded as income in the period it is earned.

8. LONG TERM DEBT

	1983			1982 (Note 13)
	Outstanding at rates prevailing March 31, 1983	Foreign exchange adjustment Note 1(e)	Outstanding at rates prevailing when debt incurred	Outstanding at rates prevailing when debt incurred
	(in thousands of dollars)			
PROVINCE OF MANITOBA ADVANCES				
Series 10P, 4 ½%, due November 1, 1983 (98.6 million Swiss Francs)	$ 58,437	$ 9,315	$ 49,122	$ 49,122
Series 10E, 9 ¼%, due December 9, 1985 (26.5 million Units of Account)	36,651	3,106	33,545	34,576
Series 10J, 8.6% due February 28, 1987 (9.4 billion Japanese Yen)	48,588	13,775	34,813	38,683
Series 11M, 13 ¼%, due October 13, 1987	65,000	—	65,000	—
Series 10V, 9 ¾% due December 1, 1988	25,000	—	25,000	25,000
Series 11E, 14 ¾%, due July 1, 1991 (40.0 million U.S. Dollars)	49,355	1,393	47,962	47,962
Series 11J, 15 ¼%, due March 31, 1992	40,000	—	40,000	40,000
Series 10T, 9 ¾% due May 15, 1998	12,090	—	12,090	12,090
Series 11A, 10 ¼%, due August 1, 1999	20,000	—	20,000	20,000
Series 9X, 10%, due December 5, 1999	10,000	—	10,000	10,000
	$365,121	$ 27,589	$337,532	$277,433
BONDS PAYABLE				
Debentures issued by the System fully guaranteed by the Province				
Series 1B, 5 ½%, due November 15, 1983	$ 15,000	$ —	$ 15,000	$ 15,000
Series 1D, 5 ¼%, due December 1, 1984	12,000	—	12,000	12,000
Series 1C, 5 ½%, due December 2, 1986	12,500	—	12,500	12,500
Series 1J, 7 ¼%, due February 15, 1989	10	—	10	10
Series 1M, 8%, due September 15, 1989	108	—	108	108
Series 1E, 5%, due January 15, 1991 (14.5 million U.S. Dollars)	17,892	2,312	15,580	15,580
Series 1N, 7 7/8%, due November 15, 1991	20,000	—	20,000	20,000
Series 1F, 6 ¼%, due December 1, 1991	20,000	—	20,000	20,000
Series 1Q, 6 ½%, due January 3, 1992 (80.0 million Swiss Francs)	47,392	22,352	25,040	25,040
Series 1G, 7%, due February 16, 1993	20,000	—	20,000	20,000
Series 1P, 7 7/8%, due March 15, 1993	10,000	—	10,000	10,000
Series 1T, 10%, due July 2, 1995	10,000	—	10,000	10,000
Series 1U, 10 ½%, due May 1, 1996	20,000	—	20,000	20,000
Series 1S, 8 ¾%, due March 1, 1999	37,000	—	37,000	37,000
	$241,902	$ 24,664	$217,238	$217,238
	$607,023	$ 52,253	$554,770	$494,671
Foreign exchange adjustment				61,428
Outstanding at rates prevailing March 31, 1982				$556,099

For Series 10E, both annual interest and principal on maturity are payable in a currency of exchange at the choice of the holder.

Under the requirements of The Manitoba Telephone Act, the System is required to pay to the Minister of Finance of the Province of Manitoba, as trustee for the sinking fund, an amount which is not less than 1% of the long-term debt outstanding at the end of the preceding fiscal year and 4% of the sinking fund balance at the end of the preceding fiscal year. The market value of the investments held in the fund at March 31, 1983 is $39,254,000 (1982 — $35,088,000).

If the System incurs no new long-term debt and assuming exchange rates at March 31, 1983 remain unchanged, the following payments will be required to meet sinking fund conditions and debt retirements:

Year ending March 31	Sinking fund payments	Debt retirement
	(in thousands of dollars)	
1984	$7,980	$77,671
1985	7,347	26,308
1986	7,244	19,008
1987	7,344	33,993
1988	7,210	65,000

9. COMMITMENTS

Purchase Commitments —

Commitments at March 31, 1983, relating principally to the purchase of equipment for future delivery and uncompleted contracts, were approximately $15,034,000.

Lease Commitments —

The Manitoba Telephone System rents buildings and construction and other equipment under operating leases. The aggregate annual rental of the commitments under the leases, which expire at varying dates to March 31, 1988, are:

1984	$2,576,000
1985	1,720,000
1986	612,000
1987	76,000
1988	23,000

10. PENSION

Employees of the System are pensionable under the Civil Service Superannuation Fund and make contributions at prescribed rates. The System is required to pay 50% of the Fund's pension disbursements made to retired employees. The payments are charged to general and administration expenses as incurred.

An actuarial evaluation of the Fund was conducted as at December 31, 1980. The results of the evaluation indicate that at the date of review the employees' portion of the Fund was in a sound financial position.

According to the formula contained in the report issued after the evaluation, the unrecorded liability which the System had at December 31, 1982 as a result of the participation of employees under the Civil Service Superannuation Act was:

(a) if no allowance is made for future increases in pension due to increases in the cost of living, $83,454,000

(b) if allowance is made for future increases in pension due to increases in the cost of living, $119,373,000

No provision is made in the accounts to fund current or past service costs.

11. MTX TELECOM SERVICES INC.

MTX Telecom Services Inc., a wholly-owned subsidiary, was incorporated on January 15, 1982 for the purpose of marketing telecommunications equipment and services primarily outside of Manitoba.

During the year, the System provided services to MTX Telecom Services Inc. at a cost to that subsidiary of $80,500. Services provided for these costs, included in operating expenses, were for accounting and other administrative services and office space rental.

The System sold surplus telephone equipment to MTX Telecom Services Inc. during the year valued at approximately $52,000. During the year, the System purchased $584,000 of new equipment from MTX Telecom Services Inc. and at March 31, 1983 there is a balance owing of $302,000 included in accounts payable and accrued liabilities.

Following is a brief summary of the financial statements of this company for the year ending March 31, 1983 with comparative figures for the period from January 15, 1982 to March 31, 1982 (in thousands of dollars):

11. MTX TELECOM SERVICES INC. (continued)

	1983	1982
		(Note 13)
	(in thousands of dollars)	
Sales	$ 3,925	$ 242
Cost of sales	3,615	202
Gross profit	$ 310	$ 40
Operations expense	204	354
Operating income (loss)	106	(314)
Interest expense	27	—
Net income (loss) for the year	$ 79	$ (314)
Total assets	$ 3,207	$ 901
Total liabilities	1,942	715
Shareholder's Equity	$ 1,265	$ 186

12. CHANGE IN ACCOUNTING ESTIMATE

During the year ended March 31, 1982, the Manitoba Telephone System developed the capability to more accurately determine the amount of accrued sick leave vesting. In prior years, an estimate was used. It was determined that the actual sick leave vesting as at March 31, 1981 exceeded the recorded amount by approximately $2,287,000, of which $825,000 related to the initial cost of the plan. As a result of this change in accounting estimate, the following adjustments were recorded in 1982.

(a) $1,737,000 was charged to operations.

(b) $550,000 representing the unamortized balance of the increase in initial costs as at March 31, 1982 was deferred.

13. PRIOR YEAR'S FINANCIAL STATEMENTS

The balance sheet as of March 31, 1982 and the related statements of operations and reinvested earnings and sources of funds used for construction for the year then ended, which are presented for comparative purposes, were examined and reported on by chartered accountants other than Arthur Andersen & Co.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA TRADING CORPORATION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B, of The Manitoba Trading Corporation for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements, together with the notes thereto, present fairly the financial position of The Manitoba Trading Corporation as at March 31, 1983 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year.

W. K. Ziprick, C.A.
Provincial Auditor.

December 30, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA TRADING CORPORATION

BALANCE SHEET
AS AT MARCH 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Current Assets:		
Cash on deposit with Minister of Finance	$ 519,256.16	$ 502,555.68
Accounts receivable:		
Institutional Market Program (Note 2)	30,570.84	-
Trade	1,252.16	3,755.10
	31,823.00	3,755.10
Less, allowance for doubtful accounts	-	2,170.76
	31,823.00	1,584.34
	$ 551,079.16	$ 504,140.02
LIABILITIES		
Current Liabilities:		
Accounts payable:		
Institutional Market Program (Note 2)	$ 48,216.22	$ -
Trade	-	955.27
Advances from the Government of the Province of Manitoba for working capital	500,000.00	500,000.00
Surplus:		
Balance at beginning of year	3,184.75	31,265.75
Expenditure over Revenue, Exhibit B	321.81	28,081.00
	2,862.94	3,184.75
	$ 551,079.16	$ 504,140.02

Exhibit B

THE MANITOBA TRADING CORPORATION

STATEMENT OF REVENUE AND EXPENDITURE
FOR THE YEAR ENDED MARCH 31, 1983
(with 1982 figures for comparison)

	1983	1982
REVENUE:		
Interest:		
Overdue account receivable	$ 129.83	$ 125.44
Bridge financing - Export Finance Assistance Program	-	3,640.00
	129.83	3,765.44
Expenditure recoveries relating to the Manitoba Trade and Tourism Office - Mexico	431.56	-
Sundry	16.80	2,153.24
Proceeds from sale of office furnishings and equipment relating to the Manitoba Trade and Tourism Office	-	5,500.00
	578.19	11,418.68
EXPENDITURE:		
Audit fee	900.00	1,795.00
Bad debt expenses	-	1,270.48
Bank charges	-	183.23
Foreign exchange	-	20.06
Freight and handling	-	336.38
Insurance	-	250.00
Legal fees	-	42.57
Sample expenses	-	10.00
Manitoba Trade and Tourism Office expenses:		
Salaries	-	20,277.74
Travel	-	8,006.30
Telephone	-	4,047.29
Rent	-	2,330.28
Other operating expenses	-	930.35
	900.00	39,499.68
Expenditure over Revenue, Exhibit A	$ 321.81	$ 28,081.00

THE MANITOBA TRADING CORPORATION

Notes to Financial Statements
as at March 31, 1983

1. All costs, except for audit fees, related to the general operation of the Corporation, including salaries and other administrative expenses, were paid out of an appropriation of the Department of Economic Development and Tourism.

2. During the year an Institutional Marketing Program was jointly undertaken by the Federal and Provincial Governments. The program was administered by a Committee consisting of representatives of each of the participating governments. The Manitoba Trading Corporation carried out the receipts and disbursements function on behalf of the Committee.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Vegetable Producers' Marketing Board have been examined under my direction for the fiscal year ended June 30, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, C, D and E, together with the notes thereto, present fairly the financial position of The Manitoba Vegetable Producers' Marketing Board as at June 30, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except as indicated in note 2, on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

October 15, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Balance Sheet
as at June 30, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Current assets:		
Cash on hand and in bank	$ 1,212	$ 79,539
Bank deposit receipts	-	100,000
Accounts receivable - trade	338,703	473,769
- Peak of the Market Sales Ltd.	108,342	127,869
- other	6,441	6,089
Inventories of vegetables, net realizable value	27,057	29,821
Prepaid expenses	140,501	177,513
Total current assets	622,256	994,600
Investment in Peak of the Market Sales Ltd.	30	30
Fixed assets:		
Land and buildings, as valued by the Board	681,868	681,868
Equipment and automobiles, at cost	537,380	483,802
	1,219,248	1,165,670
Less: Regional Economic Expansion grant, not repayable	24,205	24,205
	1,195,043	1,141,465
Less: accumulated depreciation	693,467	639,075
	501,576	502,390
	$ 1,123,862	$ 1,497,020
LIABILITIES AND CAPITAL SURPLUS		
Current liabilities:		
Outstanding cheques	$ 32,493	$ 252,148
Bank loans (Note 3)	29,193	1,908
Accounts payable - producers	411,849	555,530
- other	114,012	88,702
Funds held for promotion and research, Exhibit D	24,509	9,309
Other trust accounts (Note 4)	7,913	6,752
Total current liabilities	619,969	914,349
Other liabilities:		
Financial assistance provided by the Governments of Canada and Manitoba, repayable (Note 5)	28,750	38,374
Operations account, Exhibit B	189,957	259,111
	838,676	1,211,834
Capital surplus arising from:		
Financial assistance provided by the Governments of Canada and Manitoba, not repayable	206,438	206,438
Valuation of land and buildings	78,748	78,748
	285,186	285,186
	$ 1,123,862	$ 1,497,020

Exhibit B

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Operations
for the year ended June 30, 1982
(with 1981 figures for comparison)

	1982	1981
Revenues:		
Board's assessments against pools, Exhibit C	$ 518,462	$ 462,229
Prepack operation:		
Sales	4,450,176	5,501,741
Less: cost of sales	3,919,933	4,932,190
Gross margin	530,243	569,551
Processing fees:		
Cartage and storage	1,149	1,801
Custom work	16,954	19,579
Washing and grading	139,908	118,75
	158,011	140,13
Sundry:		
Rental revenue	47,904	43,34
Commissions on consignment sales and other revenue	74,890	57,430
	122,794	100,77
Total revenues	1,329,510	1,272,69
Operating expenditures, Exhibit E	1,398,664	1,262,27
Increase (decrease) in operations account	(69,154)	10,42
Operations account, beginning of year	259,111	248,68
Operations account, end of year, Exhibit A	$ 189,957	$ 259,11

Exhibit C

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Pool Transactions (Note 2)
for the year ended June 30, 1982
(with 1981 figures for comparison)

	Root Crop Pools	Potato and Other Vegetable Pools	Totals 1982	Totals 1981
Revenue from vegetables sold through pools	$ 2,219,511	$ 7,601,059	$ 9,820,570	$ 10,888,784
Deduct pool charges:				
Direct charges:				
Brokerage	18,596	34,411	53,007	44,784
Containers	13,168	-	13,168	15,740
Freight equalization	14,231	-	14,231	23,868
Inspection	442	3,432	3,874	4,680
Promotion rebates	-	-	-	3,934
Seed delivery	-	5,616	5,616	8,216
	46,437	43,459	89,896	101,222
Funds allocated for:				
Promotion and research	10,500	21,014	31,514	25,892
Freight equalization	-	78,925	78,925	71,326
	10,500	99,939	110,439	97,218
Board's assessments:				
Handling charges	96,794	310,240	407,034	365,074
Processing fees	-	19,854	19,854	13,739
Waxing	88,923	-	88,923	81,596
Fractional differences	388	2,263	2,651	1,820
	186,105	332,357	518,462	462,229
Total pool charges	243,042	475,755	718,797	660,669
Distributed to producers	$ 1,976,469	$ 7,125,304	$ 9,101,773	$ 10,228,115

Exhibit D

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Pool Funds Held
for the year ended June 30, 1982
(with 1981 figures for comparison)

	1982	1981
Promotion and research:		
Balance, beginning of year	$ 9,309	$ 4,142
Add: funds allocated from pools, Exhibit C	31,514	25,892
amount provided from direct priced sales	8,291	800
	49,114	30,834
Deduct: promotional charges	24,605	21,525
Balance, end of year, Exhibit A	$ 24,509	$ 9,309
Freight equalization:		
Balance, beginning of year	$ -	$ -
Add: funds allocated from pools, Exhibit C	78,925	71,326
overquota service charges	19,452	14,602
	98,377	85,928
Deduct: freight allowances to wholesalers	75,082	73,576
amount credited to producers	23,295	12,352
	98,377	85,928
Balance, end of year	$ -	$ -

Exhibit E

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Operating Expenditures
for the year ended June 30, 1982
(with 1981 figures for comparison)

	1982	1981
Audit	$ 17,185	$ 16,610
Bad debts	3,668	3,787
Board members' fees and expenses:		
Vegetable Producers' Board	14,660	15,560
Root Crop Producers' Board	5,015	7,420
Bank service charge	3,155	3,626
Cafeteria operations, net	3,087	4,592
Claims and allowances	6,093	1,455
Containers and packaging supplies	185,227	162,091
Depreciation	59,525	62,849
Equipment rental	5,106	4,811
Fuel, water, light and power	61,187	47,470
Insurance	10,402	10,227
Legal	13,841	423
Maintenance and repairs	57,325	46,446
Manager's expenses	2,194	1,870
Miscellaneous	10,759	8,291
Office supplies and postage	13,684	12,355
Pension and employee insurance	58,248	54,788
Property and business taxes	60,684	56,282
Public relations and promotion	23,767	16,426
Salaries and wages	743,913	693,619
Telephone and telex	18,239	16,394
Truck, auto and travel	21,700	14,880
Total, Exhibit B	$ 1,398,664	$ 1,262,272

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Notes to Financial Statements
June 30, 1982

1. Significant accounting policies

a) Investment in Peak of the Market Sales Ltd.

The Board reflects its investment in Peak of the Market Sales Ltd., a wholly owned subsidiary, at cost. The subsidiary operates on a break-even basis and acquires all of its products from the Board at regular Board prices, for resale at the same prices and all operating costs are absorbed by the Board. Total sales to the subsidiary (1982, $2,653,907; 1981, $2,287,818) have not been segregated in these financial statements. The amount reflected as accounts receivable from Peak of the Market Sales Ltd. represents the amount due to the subsidiary from its customers as at the year-end date.

b) Land and buildings

Land and buildings have been recorded at a book value transferred from the preceding entity, which includes an incremental valuation adjustment of $78,748, with a subsequent disposal of part of the land recorded on a pro rata basis. Depreciation on buildings is calculated on a straight-line basis, using an estimated service life of 40 years.

c) Equipment and automobiles

Equipment and automobiles are depreciated on a straight-line basis with an estimated useful life of 15 years for items acquired from preceding entities, 10 years for subsequent equipment additions and 5 years for subsequent automobile additions.

d) Operations account

The Board operates on a break-even basis, recovering its estimated costs by assessing handling charges against the pools handled on behalf of the participating producers. The prepack operation and other processing services are offered in order to enhance the overall pooling process. The mark-up applied to the prepack operation and rates charged for other processing services are also based on the estimated costs of providing the related services. Any variance between the estimated costs recovered from the aforementioned sources and actual costs of Board operations is accumulated in the Operations Account. The balance of this account represents funds held for producers which have not yet been allocated and are used for working capital purposes.

2. Change in operations

Effective January 7, 1982, by Manitoba Regulation 7/82, the operations of The Manitoba Vegetable Producers' Marketing Board and The Manitoba Root Crop Producers' Marketing Board were amalgamated. Previously, the Board acted under an agency agreement with The Manitoba Root Crop Producers' Marketing Board for the marketing of the regulated root crop products providing all of the required services and absorbing the related operating expenditures with the recovery of handling charges as compensation for this service. In prior years, these agency root crop transactions were disclosed separately but because of the amalgamation are now reflected on a consolidated basis for the entire fiscal year and prior year comparative figures have been restated to conform with this presentation.

3. Bank loans

The amount shown for bank loans is comprised of the following:

	1982	1981
Operating loan, interest at prime, secured by a general assignment of accounts receivable	$ 3,000	$ -
Crop storage loans, interest payable by and outstanding balance guaranteed by the Government of Canada	26,193	1,908
	$ 29,193	$ 1,908

4. Other trust accounts

The transactions pertaining to other trust accounts are as follows:

	Cultivar Research Project	Head Lettuce Project	Total
Balance, June 30, 1981	$ 5,813	$ 939	$ 6,752
Contributions from participants	10,000	12,420	22,420
Disbursements	(11,109)	(10,150)	(21,259)
Balance, June 30, 1982	$ 4,704	$ 3,209	$ 7,913

5. Repayable financial assistance

The financial assistance provided by the Governments of Canada and Manitoba has been provided interest free and with no specified final due date. Payments are required monthly, based on the volume of products passing through the warehouse.

6. Pension plan

A fully vested pension plan is being maintained for the employees and is administered by a trustee. An actuarial valuation, as required by the Pension Benefits Act of Manitoba, was completed as at July 1, 1980 and indicated a fund surplus of $54,591 as at that date. The next valuation will be made as at July 1, 1983.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA WATER SERVICES BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A, B, C and D and Schedules 1 to 3, of The Manitoba Water Services Board for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Water Services Board as at March 31, 1983 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting policies stated in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

October 14, 1983,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA WATER SERVICES BOARD

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

A S S E T S

	1983	1982
Current assets:		
Cash on hand and on deposit with the Minister of Finance	$ 435,095	$ 41,018
Accounts receivable	594,781	197,638
Grants receivable from the Government of the Province of Manitoba - subsidization of construction costs	146,741	239,822
Accrued interest	711,451	672,000
Prepaid expenses	30,369	31,530
	1,918,437	1,182,008
Debentures receivable from municipalities, Schedule 1 (Note 1 b))	15,006,702	14,207,636
Construction in progress recoverable from municipalities and the Government of the Province of Manitoba (Note 2)	421,132	2,619,262
Fixed assets: (Note 3)		
Works, at cost		
Land and easements	80,977	80,977
Buildings and equipment	5,563,641	5,563,641
	5,644,618	5,644,618
Less: Accumulated depreciation	3,317,787	3,133,380
	2,326,831	2,511,238
Accumulated excess of operating expenditures over revenues, recoverable, Exhibit C, (Note 4)	3,795,918	3,882,607
Amortized interest recoverable	45,894	78,388
Total	$ 23,514,914	$ 24,481,139

LIABILITIES

	1983	1982
Current liabilities:		
Accounts payable and accrued charges	$ 866,207	$ 960,871
Capital debt, Schedule 3: (Note 1 b))		
Advances from the Government of the Province of Manitoba	14,988,600	15,668,052
Advances and debentures - Canada Mortgage and Housing Corporation (Note 6)	2,830,433	2,920,943
Bonds	5,977,000	5,977,000
	23,796,033	24,565,995
Less sinking fund: (Note 1 g))		
Cash on deposit with the Minister of Finance	553,514	157,635
Investments, at cost, Schedule 2	593,812	888,092
	1,147,326	1,045,727
	22,648,707	23,520,268
Total	$ 23,514,914	$ 24,481,139

Exhibit B

THE MANITOBA WATER SERVICES BOARD

Statement of Operating Revenues and Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenues:		
Sale of water	$ 1,624,627	$ 1,595,827
Interest:		
Municipalities	1,904,206	2,044,724
Sinking funds and funds on deposit	148,649	160,983
Grant from the Government of the Province of Manitoba - subsidization of water rates	616,346	475,181
	4,293,828	4,276,715
Expenditures:		
Interest:		
Advances	1,956,397	2,363,953
Bonds and debentures	609,993	623,496
Audit and other fees	14,347	22,788
Chemicals	328,143	321,910
Depreciation	184,407	191,795
Salaries and benefits	611,347	542,933
Heat, telephone, light and power	233,821	227,490
Repairs and maintenance	167,339	157,852
Water purchased for resale	156,872	136,700
	4,262,666	4,588,917
Less: Expenditures applied to construction	55,527	340,309
	4,207,139	4,248,608
Excess of operating revenues over expenditures, Exhibit C	$ 86,689	$ 28,107

Exhibit C

THE MANITOBA WATER SERVICES BOARD

Statement of Accumulated Excess of Operating Expenditures over Revenues, Recoverable (Note 4) for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Balance, beginning of year	$ 3,882,607	$ 3,948,239
Add: Refund of excess revenues over operating expenditures	-	3,929
	3,882,607	3,952,168
Deduct: Excess of operating revenues over expenditures, Exhibit B	86,689	28,107
Recovery of accumulated excess of operating expenditures over revenues by arrangement with certain municipalities	-	41,454
	86,689	69,561
Balance, end of year, Exhibit A	$ 3,795,918	$ 3,882,607

Exhibit D

THE MANITOBA WATER SERVICES BOARD

Statement of Changes in Financial Position
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Source of Funds:		
From operations:		
Excess of operating revenues over expenditures, Exhibit B	$ 86,689	$ 28,107
Add: Non-cash transactions:		
Depreciation	184,407	191,795
Amortization of sinking fund bond discount	32,494	29,712
	303,590	249,614
The Government of the Province of Manitoba:		
Grants - subsidization of construction costs	2,148,499	1,922,708
Canada Mortgage and Housing Corporation:		
Grants - subsidization of construction costs	156,580	-
Municipalities:		
Debenture principal repayments	335,985	302,941
Construction expenditure recoveries	3,224,878	3,447,574
Recovery of excess of accumulated operating expenditures over revenues	-	41,454
	6,169,532	5,964,291
Application of Funds:		
Construction of facilities for municipalities	4,466,878	4,278,488
The Government of the Province of Manitoba:		
Advances, net	679,452	1,682,283
Canada Mortgage and Housing Corporation:		
Advances, net	90,510	26,551
Refund of excess revenues over operating expenditures	-	3,929
Sinking fund payments, net	101,599	-
	5,338,439	5,991,251
Increase (decrease) in working capital	831,093	(26,960)
Working capital, beginning of year	221,137	248,097
Working capital, end of year	$ 1,052,230	$ 221,137
Current assets, Exhibit A	$ 1,918,437	$ 1,182,008
Less: current liabilities, Exhibit A	866,207	960,871
Working capital	$ 1,052,230	$ 221,137

THE MANITOBA WATER SERVICES BOARD

Schedule of Debentures Receivable from Municipalities as at March 31, 1983

Schedule 1

Municipality	Number of Debentures	Term	Interest Rates %	Balance
Village of Arborg	5	October 31, 1983-2000	9.25-13.75	$ 189,591
Village of Benito	1	October 31, 1983-1998	9.8	10,573
Village of Binscarth	1	October 31, 1983-1998	11.25	35,924
Rural Municipality of Birtle	2	October 31, 1983-2000	11.25-13.75	151,920
Town of Birtle	1	October 31, 1983-2000	18.875	65,318
Town of Birtle	1	December 31, 1983-2002	13.125	225,865
Town of Carman	3	October 31, 1983-1999	9.0-11.25	216,564
Rural Municipality of Cartier	1	October 31, 1983-1995	10.95	132,128
Rural Municipality of Coldwell	2	October 31, 1983-1996	9.8-10.95	141,065
Local Government District of Consol	1	October 31, 1983-1996	9.8	57,800
Town of Dauphin	2	October 31, 1983-1996	9.8-10.95	454,443
Town of Deloraine	3	October 31, 1983-2000	9.8-13.75	97,495
Rural Municipality of East St. Paul	3	October 31, 1983-1997	9.0-10.95	153,669
Town of Emerson	3	October 31, 1983-2000	9.8-13.75	49,131
Village of Erickson	1	October 31, 1983-1994	9.25	6,308
Rural Municipality of Eriksdale	1	October 31, 1983-1996	9.8	7,227
Village of Ethelbert	1	October 31, 1983-1989	11.25	8,462
Village of Gilbert Plains	2	October 31, 1983-1995	9.25-10.95	101,426
Town of Gimli	1	October 31, 1983-2000	13.75	93,894
Village of Glenboro	1	December 31, 1983-2002	13.125	104,211
Town of Grandview	6	October 31, 1983-2000	9.0-13.75	130,912
Town of Grandview	1	December 31, 1983-2002	13.125	61,119
Village of Gretna	3	October 31, 1983-1995	9.8-11.25	32,999
Rural Municipality of Grey	2	October 31, 1983-2000	11.25-13.75	377,183
Village of Hamiota	1	October 31, 1983-2000	13.75	18,925
Rural Municipality of Hanover	9	October 31, 1983-2000	9.0-13.75	574,447
Town of Hartney	1	December 31, 1983-1988	6.645	134,333
Village of Lac du Bonnet	1	October 31, 1983-1997	9.5	267,697
Rural Municipality of Lorne	4	October 31, 1983-2000	9.8-13.75	337,770
Rural Municipality of Macdonald	7	October 31, 1983-2001	9.0-18.78	278,074
Rural Municipality of Macdonald	1	December 31, 1983-2002	13.125	146,729
Village of MacGregor	1	October 31, 1983-2000	13.75	22,399
Village of Manitou	2	October 31, 1983-1998	9.0-11.25	85,926
Village of McCreary	3	October 31, 1983-1998	9.8-11.25	28,519
Town of Minnedosa	4	October 31, 1983-2000	9.8-13.75	192,900
Rural Municipality of Miniota	1	October 31, 1983-1996	9.8	14,184
Village of Minitonas	1	October 31, 1983-1999	11.25	89,990
Town of Morris	2	October 31, 1983-1998	9.0-9.8	156,529
Town of Morris	1	December 31, 1983-2001	13.125	76,410
Local Government District of Mountain	2	October 31, 1983-1997	9.0-9.8	136,332
Town of Neepawa	2	October 31, 1983-2000	9.8-13.75	328,857
Rural Municipality of North Norfolk	3	October 31, 1983-1996	9.25-10.95	113,064
Village of Notre Dame de Lourdes	3	October 31, 1983-1995	9.25-10.95	66,117
Rural Municipality of Ochre River	1	December 31, 1983-2002	13.125	11,342
Carried forward	98			$ 5,985,771

THE MANITOBA WATER SERVICES BOARD

Schedule 1

Schedule of Debentures Receivable from Municipalities as at March 31, 1983

Municipality	Number of Debentures	Term	Interest Rates %	Balance
Brought forward	98			$ 5,985,771
Rural Municipality of Pembina	1	October 31, 1983-1989	11.25	8,899
Village of Pilot Mound	1	October 31, 1983-2000	13.75	22,540
Rural Municipality of Pipestone	2	October 31, 1983-2000	11.25-13.75	47,306
Village of Plum Coulee	4	October 31, 1983-2000	9.0-13.75	272,630
City of Portage la Prairie	6	October 31, 1983-2000	9.0-13.75	1,800,205
City of Portage la Prairie	1	December 31, 1983-2002	13.125	68,744
Rural Municipality of Portage la Prairie	2	October 31, 1983-1995	9.25-10.95	109,319
Town of Rapid City	1	October 31, 1983-1998	9.8	13,286
Rural Municipality of Ritchot	6	October 31, 1983-2000	9.8-13.75	119,653
Rural Municipality of Ritchot	1	December 31, 1983-2002	13.125	4,558
Rural Municipality of Riverside	2	October 31, 1983-2000	11.25-13.75	168,928
Village of Riverton	4	October 31, 1983-1998	9.0-10.95	223,795
Village of Riverton	1	December 31, 1983-2002	13.125	18,029
Town of Roblin	2	October 31, 1983-2000	11.25-13.75	301,024
Village of Rossburn	5	October 31, 1983-2000	9.0-13.75	84,203
Village of Ste. Anne	2	October 31, 1983-1996	9.8-11.25	64,685
Village of St. Claude	3	October 31, 1983-1998	9.8-10.95	53,707
Village of Ste. Rose du Lac	4	October 31, 1983-1997	9.0-10.95	72,613
Town of Selkirk	6	October 31, 1983-2000	9.0-13.75	1,290,365
Village of Shoal Lake	1	October 31, 1983-2000	13.75	166,403
Rural Municipality of Siglunes	1	December 31, 1983-2001	13.125	7,462
Town of Snow Lake	2	December 31, 1983-2002	13.125	187,672
Village of Somerset	1	December 31, 1983-2002	13.125	41,560
Town of Souris	3	October 31, 1983-1998	9.0-9.8	514,220
Town of Souris	1	December 31, 1983-2000	13.125	162,931
Town of Steinbach	3	October 31, 1983-1997	9.0-10.95	88,953
Town of Stonewall	2	October 31, 1983-2006	9.8-10.95	901,220
Rural Municipality of Strathclair	1	October 31, 1983-1988	9.8	33,428
Rural Municipality of Strathcona	2	October 31, 1983-2000	11.25-13.75	45,049
Local Government District of Stuartburn	3	October 31, 1983-2000	9.8-13.75	171,382
Town of Swan River	3	October 31, 1983-1997	9.0-10.95	559,231
Rural Municipality of Tache	3	October 31, 1983-1998	9.0-10.95	28,417
Village of Teulon	1	October 31, 1983-2006	8.0	362,120
Rural Municipality of Thompson	1	October 31, 1983-1996	9.8	141,970
Village of Treherne	2	October 31, 1983-1996	9.8-11.25	152,108
Town of Virden	3	October 31, 1983-1998	9.8-13.75	367,115
Town of Virden	1	December 31, 1983-1998	13.125	18,420
Community of Wabowden (Note 5)	1	August 1, 1983-1995	9.0	220,426
Village of Waskada	1	October 31, 1983-1988	9.25	1,456
Village of Wawanesa	2	October 31, 1983-2000	11.25-13.75	49,260
Town of Winkler	1	October 31, 1983-1996	9.8	22,575
Town of Winnipeg Beach	2	October 31, 1983-2000	11.25-13.75	33,064
	193			$ 15,006,702

Schedule 2

THE MANITOBA WATER SERVICES BOARD

Schedule of Sinking Fund Investments as at March 31, 1983

Particulars	Interest Rate %	Maturity Date	Par Value	Cost
Debentures:				
Manitoba Hydro Electric Board	6	April 15, 1992	$ 291,000	$ 186,276
Manitoba Hydro Electric Board	8 1/4	August 31, 1992	211,000	173,721
Manitoba Hydro Electric Board	8 3/8	August 1, 1998	111,000	76,897
Manitoba Hydro Electric Board	8 3/8	December 17, 1998	36,000	24,205
Manitoba Telephone System	5 1/2	November 15, 1983	37,000	30,833
Manitoba Telephone System	7	February 15, 1993	148,000	101,880
			$ 834,000	$ 593,812

Schedule 1

Schedule of Debentures Receivable from Municipalities as at March 31, 1983

Municipality	Number of Debentures	Term	Interest Rates %	Balance
Brought forward	98			$ 5,985,771
Rural Municipality of Pembina	1	October 31, 1983-1989	11.25	8,899
Village of Pilot Mound	1	October 31, 1983-2000	13.75	22,540
Rural Municipality of Pipestone	2	October 31, 1983-2000	11.25-13.75	47,306
Village of Plum Coulee	4	October 31, 1983-2000	9.0-13.75	272,630
City of Portage la Prairie	6	October 31, 1983-2000	9.0-13.75	1,800,205
City of Portage la Prairie	1	December 31, 1983-2002	13.125	68,744
Rural Municipality of Portage la Prairie	2	October 31, 1983-1995	9.25-10.95	109,319
Town of Rapid City	1	October 31, 1983-1998	9.8	13,286
Rural Municipality of Ritchot	6	October 31, 1983-2000	9.8-13.75	119,653
Rural Municipality of Ritchot	1	December 31, 1983-2002	13.125	4,538
Rural Municipality of Riverside	2	October 31, 1983-2000	11.25-13.75	168,928
Village of Riverton	4	October 31, 1983-1998	9.0-10.95	223,795
Village of Riverton	1	December 31, 1983-2002	13.125	18,029
Town of Roblin	2	October 31, 1983-2000	11.25-13.75	301,024
Village of Rossburn	5	October 31, 1983-2000	9.0-13.75	84,203
Village of Ste. Anne	2	October 31, 1983-1996	9.8-11.25	64,685
Village of St. Claude	3	October 31, 1983-1998	9.8-10.95	53,707
Village of Ste. Rose du Lac	4	October 31, 1983-1997	9.0-10.95	72,613
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Village of Shoal Lake	1	October 31, 1983-2000	13.75	166,403
Rural Municipality of Siglunes	1	December 31, 1983-2001	13.125	7,462
Town of Snow Lake	2	December 31, 1983-2002	13.125	187,672
Village of Somerset	1	December 31, 1983-2002	13.125	41,560
Town of Souris	3	October 31, 1983-1998	9.0-9.8	514,220
Town of Souris	1	December 31, 1983-2000	13.125	162,931
Town of Steinbach	3	October 31, 1983-1997	9.0-10.95	88,953
Town of Stonewall	2	October 31, 1983-2006	9.8-10.95	901,220
Rural Municipality of Strathclair	1	October 31, 1983-1988	9.8	33,428
Rural Municipality of Strathcona	2	October 31, 1983-2000	11.25-13.75	45,049
Local Government District of Stuartburn	3	October 31, 1983-2000	9.8-13.75	171,382
Town of Swan River	3	October 31, 1983-1997	9.0-10.95	559,231
Rural Municipality of Tache	3	October 31, 1983-1998	9.0-10.95	28,417
Village of Teulon	1	October 31, 1983-2006	8.0	362,120
Rural Municipality of Thompson	1	October 31, 1983-1996	9.8	141,970
Village of Treherne	2	October 31, 1983-1996	9.8-11.25	152,108
Town of Virden	3	October 31, 1983-1998	9.8-13.75	367,115
Town of Virden	1	December 31, 1983-1998	13.125	18,420
Community of Wabowden (Note 5)	1	August 1, 1983-1995	9.0	220,426
Village of Waskada	1	October 31, 1983-1988	9.25	1,456
Village of Wawanesa	2	October 31, 1983-2000	11.25-13.75	49,260
Town of Winkler	1	October 31, 1983-1996	9.8	22,575
Town of Winnipeg Beach	2	October 31, 1983-2000	11.25-13.75	33,064
	193			$ 15,006,702

Schedule 2

THE MANITOBA WATER SERVICES BOARD

Schedule of Sinking Fund Investments as at March 31, 1983

Particulars	Interest Rate %	Maturity Date	Par Value	Cost
Debentures:				
Manitoba Hydro Electric Board	6	April 15, 1992	$ 291,000	$ 186,276
Manitoba Hydro Electric Board	8 1/4	August 31, 1992	211,000	173,721
Manitoba Hydro Electric Board	8 3/8	August 1, 1998	111,000	76,897
Manitoba Hydro Electric Board	8 3/8	December 17, 1998	36,000	24,205
Manitoba Telephone System	5 1/2	November 15, 1983	37,000	30,833
Manitoba Telephone System	7	February 15, 1993	148,000	101,880
			$ 834,000	$ 593,812

Schedule 3

THE MANITOBA WATER SERVICES BOARD

Schedule of Capital Debt
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Advances from the Government of the Province of Manitoba:		
9% payable annually October 31, 1983-1997	$ 1,775,405	$ 1,830,882
9.8% payable annually October 31, 1983-1998	1,942,438	1,992,499
11.25% payable annually October 31, 1983-1999	1,920,018	1,957,904
9.25% payable annually March 31, 1984-2004	1,475,666	1,550,290
9.8% payable annually October 31, 1983-2006	1,524,131	1,569,411
9.4% payable annually October 31, 1983-2007	40,681	41,094
13.75% payable annually October 31, 1983-2000	3,606,742	3,654,310
18.875% payable annually October 31, 1983-2001	172,325	173,468
Other	2,531,194	2,898,194
	14,988,600	15,668,052
Canada Mortgage and Housing Corporation:		
Advances repayable or convertible to debentures on completion of projects	452,191	462,037
Debentures:		
7 7/8% payable annually August 1, 1983-1994	78,598	82,425
8% payable annually December 1, 1983-1995	58,140	60,615
8% payable annually January 1, 1984-1996	35,100	36,594
8% payable annually January 1, 1984-1996	44,955	46,868
8% payable annually February 1, 1984-1996	47,762	49,796
10% payable annually February 1, 1984-1996	88,384	91,600
10 3/8% payable annually January 1, 1984-1996	114,388	118,427
10 3/8% payable annually January 1, 1984-1996	25,220	26,111
10 3/8% payable annually February 1, 1984-1996	83,889	86,851
10 3/8% payable annually February 1, 1984-1996	55,008	56,951
10 3/8% payable annually February 1, 1984-1996	64,278	66,548
10 3/8% payable annually February 1, 1984-1996	130,808	135,427
10 3/8% payable annually December 1, 1983-1996	126,879	130,790
10 3/4% payable annually August 1, 1983-1996	58,757	60,510
10 3/4% payable annually December 1, 1983-1996	35,591	36,653
10 3/4% payable annually December 1, 1983-1996	16,237	16,722
8% payable annually April 1, 1983-1997	13,742	14,260
8% payable annually July 1, 1983-1997	781,654	807,940
10% payable annually July 1, 1983-1997	30,383	31,233
10% payable annually July 1, 1983-1997	21,169	21,761
10 3/8% payable annually April 1, 1983-1997	126,045	129,930
10 3/8% payable annually April 1, 1983-1997	111,717	115,160
10 3/4% payable annually July 1, 1983-1997	157,570	161,681
9 5/8% payable annually February 1, 1984-1998	71,968	74,053
	2,830,433	2,920,943
Carried forward	$ 17,819,033	$ 18,588,995

THE MANITOBA WATER SERVICES BOARD

Schedule of Capital Debt
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Brought forward	$ 17,819,033	$ 18,588,995
Bonds:		
Canada Pension Plan Investment Fund, subject to prior redemption, guaranteed as to principal and interest by the Government of the Province of Manitoba:		
5.42% bonds due April 1, 1986	2,954,000	2,954,000
7.26% bonds due June 2, 1989	3,023,000	3,023,000
	5,977,000	5,977,000
	$ 23,796,033	$ 24,565,995

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1983

1. SIGNIFICANT ACCOUNTING POLICIES

a) Cash on deposit with the Minister of Finance

In accordance with the procedures followed by the Province, the Board's disbursement account was held open until April 20, 1983 for the payment of accounts for liabilities incurred during the fiscal year ended March 31, 1983.

b) Capital debt financing

The Board obtained capital debt financing at fixed interest rates in accordance with approved repayment schedules of advances from the Government of the Province of Manitoba and of debentures payable to Canada Mortgage and Housing Corporation. In turn the Board received cash payments or obtained debentures from municipalities for their share of capitalized costs for plant construction. The debentures were issued in amounts and at fixed interest rates sufficient to discharge the municipalities' share of the corresponding capital debt financing provided by the Government of the Province of Manitoba and Canada Mortgage and Housing Corporation.

c) Accumulated excess of operating expenditures over revenues, recoverable

The accumulated excess of operating expenditures over revenues, recoverable, shown on the balance sheet pertains to plants operated under the following terms:

(A) Plants owned and operated by the Board with cost recovery over a 35 year life. These plants were constructed prior to 1972 under The Manitoba Water Supply Board Act. The Act was amended in 1972 and became known as The Manitoba Water Services Board Act with no further additions under this program. The amended Act provides for grants for rate stabilization by the Province.

(B) The plants operated by the Board under agreements with municipalities which were constructed since 1972 under The Manitoba Water Services Board Act.

d) Administration costs

The costs related to the administration and general operation of the Board are paid out of an appropriation of the Department of Agriculture.

e) Pension costs

The employees of the Board, who are paid salaries out of the appropriation of the Department of Agriculture (Note 1 d)), are civil servants and pensionable under the Civil Service Superannuation Fund, to which they contribute at prescribed rates. The Government of the Province of Manitoba is required to pay 50% of the Fund's pension disbursements made to retired employees from its appropriations. No provision is made in the Board's accounts to fund current or past service obligations.

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1983

f) Depreciation policy

The Board provides depreciation on a straight line basis for its fixed assets over an 18 year term for equipment and a 35 year term for buildings.

g) Sinking fund

The sinking fund is maintained in accordance with the requirements of the Manitoba Water Services Board Act which prescribes that the Board pay a minimum annual instalment to the Minister of Finance of the Province of Manitoba of not less than 1% of the principal amount of the outstanding capital indebtedness on the preceding March 31, together with 4% of the balance in the sinking fund at that date.

Income earned on sinking fund investments is remitted to the Board and is included with interest revenue for the year.

2. CONSTRUCTION IN PROGRESS RECOVERABLE FROM MUNICIPALITIES AND THE GOVERNMENT OF THE PROVINCE OF MANITOBA

The transactions in this account were as follows:

	March 31	
	1983	1982
Balance at beginning of year	$ 2,619,262	$ 3,884,525
Add: Construction during the year, Exhibit D	4,466,878	4,278,488
	7,086,140	8,163,013
Less: Recoveries during the year		
Municipalities:		
Cash payments received, Exhibit D	3,224,878	3,447,574
Debentures received	1,135,051	173,469
	4,359,929	3,621,043
The Government of the Province of Manitoba, Exhibit D:		
Grants - subsidization of construction costs	2,148,499	1,922,708
Canada Mortgage and Housing Corporation, Exhibit D:		
Grants - subsidization of construction costs	156,580	-
	6,665,008	5,543,751
Balance at end of year, Exhibit A	$ 421,132	$ 2,619,262

3. FIXED ASSETS

The following is the summary of the Board's fixed assets:

	1983	1982
Land and easements	$ 80,977	$ 80,977
Buildings	4,258,488	4,258,488
Less: accumulated depreciation	2,135,693	2,012,512
	2,122,795	2,245,976
Equipment	1,305,152	1,305,152
Less: accumulated depreciation	1,182,093	1,120,867
	123,059	184,285
	$ 2,326,831	$ 2,511,238

4. PLANTS OWNED AND/OR OPERATED BY THE BOARD

The details of plants operated under A and B as explained in note 1 c) are set out below:

	March 31			
		1983		1982
	No.	Amount	No.	Amount
Plants operated under A - owned and operated by the Board:				
Plants with an accumulated excess of operating expenditures over revenues, recoverable	36	$ 3,819,159	36	$ 3,902,040
Plants with an accumulated excess of operating revenues over expenditures	1	30,848	1	33,375
	37	3,788,311	37	3,868,665

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1983

4. PLANTS OWNED AND/OR OPERATED BY THE BOARD (continued)

The Manitoba Water Services Board Act requires the Board to fix rates for each plant to recover costs pertaining to the services supplied taking into account grants for rate stabilization provided by the Province of Manitoba to those plants constructed under The Manitoba Water Supply Board Act. The rates set by the Board and approved by the Province are in accordance with tables maintained by the Board which indicate a return of full capital costs and operating deficits based on a 35 year operating life. For the year ended March 31, 1983 rate stabilization grants totalling $616,346 were paid in respect of the operations of 29 of the plants constructed under The Manitoba Water Supply Board Act (1982 - $475,181, respecting 28 plants).

	March 31			
		1983		1982
	No.	Amount	No.	Amount
Plants operated under B - operated by the Board for municipalities:				
Plants with an accumulated excess of operating expenditures over revenues, recoverable	3	41,478	4	40,912
Plants with an accumulated excess of operating revenues over expenditures	7	33,871	5	26,970
	10	7,607	9	13,942
Totals under A and B	47	$ 3,795,918	46	$ 3,882,607

5. AGREEMENT, COMMUNITY OF WABOWDEN

Because of the legal status of the Community of Wabowden, the Board has entered into an agreement, in lieu of a debenture, with the Minister of the Department of Northern Affairs who is acting on behalf of the Community. The agreement provides for the recovery of the capitalized costs and interest in accordance with a repayment schedule over a twenty year period ending August 1, 1995.

6. ADVANCES - CANADA MORTGAGE AND HOUSING CORPORATION

Advances from Canada Mortgage and Housing Corporation are made on approved projects to The Manitoba Water Services Board on the basis of up to two-thirds of the approved costs of projects under construction. The advances made by Canada Mortgage and Housing Corporation are eligible for forgiveness to the extent of 25% of the principal amount of the loan, and 25% of the interest that has accrued in respect of loan advances to the date of completion of the project. Long term debt financing is being provided by the Province and the Canada Mortgage and Housing Corporation financing obtained during the construction period is repaid.

7. CAPITAL AUTHORITY

The Legislature has authorized the borrowing and expending of monies for municipal sewer and water systems. The unexpended amounts as at March 31, 1983 are as follows:

Legislative Authority	Unexpended balance as at March 31, 1983
The Loan Act 1978	$ 2,500,000
The Loan Act 1979	1,331,629
The Loan Act 1981	1,500,000
The Loan Act 1982	2,000,000
	$ 7,331,629

8. COMMITMENTS

The Board has signed agreements and offers for the construction of sewer and water systems for municipalities which amount to $5,742,000 as at March 31, 1983 (1982 - $13,789,000). Of this amount, $2,183,000 (1982 - $5,551,000) is expected to be funded by the Government of the Province of Manitoba grants for the subsidization of construction costs with the balance of $3,559,000 (1982 - $8,238,000) to be funded from the Board's Capital Authority (Note 6) which will be repayable by municipalities through debentures (Note 1 b)) or cash payments.

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1983

9. LITIGATION

The Board is involved in a civil suit with regard to one of its sewer projects. As a result of the Board's claim for damages a counter suit has been filed by one of the contractors claiming damages from the Board totalling $199,000. There has been no provision in the financial statements for such claim.

10. DISPUTED CLAIM

The Board has received a claim from the project manager for additional work allegedly performed on another of its sewer projects totalling $614,000. This matter has been referred to arbitration. To date, the Board has not accepted liability for the extra charges and accordingly there is also no provision in the financial statements for these claims.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MOOSE LAKE LOGGERS LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Moose Lake Loggers Ltd. as at March 31, 1983 and the statements of retained earnings, revenues and expenditures, changes in financial position, and the schedule of operating expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Moose Lake Loggers Ltd. as at March 31, 1983 and the results of its operations and the changes in financial position for the year then ended in accordance with generally accepted accounting principles applied, except for the change as shown in Note 5, on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

July 26, 1983,
Winnipeg, Manitoba.

MOOSE LAKE LOGGERS LTD.

Exhibit A

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison

ASSETS

	1983	1982
Current assets:		
Cash on hand and in bank	$ -	$ 41,420
Accounts receivable:		
Trade	310,677	33,041
Employees	5,581	8,282
Province of Manitoba	2,882	-
	319,140	41,323
Loans receivable from sub-contractors re purchase of equipment - secured	-	2,101
- unsecured	80,983	73,332
Inventories, at cost	44,743	57,954
Prepaid expenses	2,680	2,630
Total current assets	447,546	218,760
Fixed assets, at cost: (Note 5)		
Buildings and trailers	507,493	508,257
Less accumulated depreciation	173,427	101,516
	334,066	406,741
Equipment	197,755	204,090
Less accumulated depreciation	124,631	100,332
	73,124	103,758
Other assets, at cost: (Note 5)		
Campsite improvements	115,986	111,346
Less accumulated amortization	32,906	6,797
	83,080	104,549
Main road construction	235,321	235,321
Less grants received	156,000	156,000
	79,321	79,321
Less accumulated amortization	54,512	48,805
	24,809	30,516
Total fixed and other assets	515,079	645,564
	$ 962,625	$ 864,324

LIABILITIES AND SHAREHOLDERS' EQUITY

		1983	1982
Current liabilities:			
Bank overdraft		$ 112,562	$ -
Bank demand loan (Note 2)		-	10,000
Accounts payable and accrued liabilities:			
Trade		41,463	20,703
Province of Manitoba		3,236	-
Wage deductions		65,137	19,429
Employees		10,268	14,276
		120,104	54,408
Total current liabilities		232,666	64,408
Conditional sales agreement (secured) (Note 6)		274,472	345,458
Total liabilities		507,138	409,866
Shareholders' equity:			
Capital stock (Note 3):			
Authorized - 35,000 common shares for a maximum consideration of	$350,000		
Issued and fully paid - 30,009 common shares		300,090	300,090
Contributed surplus:			
Grant from the Government of Canada towards capital expenditures		5,720	5,720
Retained earnings, Exhibit B		149,677	148,648
Total shareholders' equity		455,487	454,458
		$ 962,625	$ 864,324

Exhibit B

MOOSE LAKE LOGGERS LTD.

Statement of Retained Earnings
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance, beginning of year	$ 148,648	$ 246,934
Less: Excess of revenues over expenditures, Exhibit C	1,029	(98,286)
Balance, end of year, Exhibit A	$ 149,677	$ 148,648

Exhibit C

MOOSE LAKE LOGGERS LTD.

Statement of Revenues and Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Revenues:		
Log cutting contracts - Manitoba Forestry Resources Ltd.	$ 2,782,529	$ 2,587,539
Commissary sales	219,507	212,989
Board charges	44,352	46,638
Road maintenance	30,257	34,571
Interest income	8,384	11,839
Accounting service fees	4,250	3,650
Equipment service fees	-	3,161
Trainee reimbrusement	1,700	2,190
Equipment rental	3,165	-
Miscellaneous	3,030	7,445
	3,097,174	2,910,022
Expenditures, Exhibit E:		
Log cutting contracts	1,973,522	2,033,538
Camp operations	885,704	773,276
General and administrative	236,919	201,494
	3,096,145	3,008,308
Excess of revenues over expenditures, Exhibit B	$ 1,029	$ (98,286)

Exhibit D

MOOSE LAKE LOGGERS LTD.

Statement of Changes in Financial Position
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Source of funds:		
Operations:		
Excess of revenues over expenditures	$ 1,029	$ (98,286)
Add: Charges not involving an outlay of funds - depreciation and amortization	136,288	102,007
	137,317	3,721
Loss on sale of fixed assets	2,780	1,580
	140,097	5,301
Proceeds from conditional sales agreement	-	356,284
Proceeds from sale of fixed assets	3,037	45,630
	143,134	407,215
Use of funds:		
Purchase of fixed and other assets	11,620	500,968
Conditional sales agreement	70,986	10,826
	82,606	511,794
Increase (decrease) in working capital	$ 60,528	$(104,579)

Exhibit E

MOOSE LAKE LOGGERS LTD.

Schedule of Operating Expenditures for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Log cutting contracts:		
Wages and benefits	$ 1,300,028	$ 1,321,795
Equipment rental	549,773	563,575
Fuel and oil	80,624	91,348
Repairs and maintenance	23,934	39,499
Miscellaneous supplies	12,860	10,736
Depreciation	4,546	5,371
Insurance	572	778
Travel	1,185	486
	1,973,522	2,033,538
Camp operations:		
Wages and benefits	214,330	202,304
Provisions	116,338	113,533
Depreciation	109,084	77,242
Fuel and oil	93,432	71,454
Repairs and maintenance	70,800	51,082
Interest on conditional sales agreement (Note 6)	45,426	27,476
Equipment rental	16,461	11,705
Insurance	7,671	6,605
Freight	7,146	2,722
Amortization - main road	5,708	10,087
Travel	-	2,681
Commissary:		
Purchases	198,164	195,657
Add: Opening inventory, at cost	15,943	16,671
Deduct: Closing inventory, at cost	(14,799)	(15,943)
	199,308	196,385
	885,704	773,276
Carried forward	$ 2,859,226	$ 2,806,814

Exhibit E

MOOSE LAKE LOGGERS LTD.

Schedule of Operating Expenditures
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Brought forward	$ 2,859,226	$ 2,806,814
General and administrative:		
Wages and employee benefits	140,140	134,138
Health and post secondary education tax levy	17,998	-
Professional fees	17,222	11,128
Depreciation	16,950	9,358
Travel	10,772	12,754
Fuel and oil	6,578	5,918
Communications	4,592	4,349
Profit sharing plan	4,200	-
Directors' fees and salaries	4,113	4,645
Stationery and supplies	3,984	2,068
Loss on sale of fixed assets	2,780	1,580
Insurance	2,191	2,734
Directors' travel	1,957	3,072
Miscellaneous	1,731	2,085
Repairs and maintenance	1,354	1,304
Bad debt expense	357	5,000
Corporation capital tax	-	1,361
	236,919	201,494
Total expenditures, Exhibit C	$ 3,096,145	$ 3,008,308

MOOSE LAKE LOGGERS LTD.

Notes to Financial Statements
for the year ended March 31, 1983

1. Accounting Policies

The accounting policies of the company are in accordance with generally accepted accounting principles and their basis of application, except as explained in note 5, is consistent with that of the preceding year.

Fixed assets:
Fixed assets are stated at cost. It is the company's policy to provide for depreciation and amortization of fixed assets on the basis shown in note 5.

Revenue recognition:
Pulpwood sales are recognized on the basis of pulpwood delivered to roadside and scaled in accordance with the terms of the sales contract.

2. Bank Loan

The bank loan is guaranteed by the Province of Manitoba to a maximum of $500,000 including unpaid interest thereon. The interest on the loan is at the prime bank rate.

3. Capital Stock

The issued shares are held by the Province of Manitoba except for nine shares which are held by the appointed directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

4. Services Provided by the Province

The Province of Manitoba provides the services of the Secretary-Treasurer and other miscellaneous administrative services at no charge to the Company. The Province also provides Workers Compensation coverage for Company staff at no charge to the Company.

5. Fixed Assets

The Company depreciates its fixed assets and amortizes its other assets on the following basis:

	Annual Rate
A) Depreciation	
a) Straight line	
Buildings	10-33 1/3%
Trailers	15-33 1/3%
Equipment	20-33 1/3%
b) Diminishing balance	
Trucks	30%

5. Fixed Assets (continued)

	Annual Rate
B) Amortization	
a) Straight line	
Campsite improvements	12 1/2 - 33 1/3%
b) Other	
Main road construction	10 cents per cord sold

During the year ended March 31, 1982, effective September 1, 1981, the Company changed its method of amortizing the main road construction from a straight line basis to the quantitative basis shown above. If this change had been in effect for the entire year ended March 31, 1982 the road amortization expense would have been $6,553 instead of $10,087.

6. Conditional Sales Agreement

The conditional sales agreement reflects the amount owing on the purchase of the Talbot Lake camp from Manitoba Forestry Resources Ltd., a company wholly-owned by the Province of Manitoba. The principal and interest, at the prime rate charged monthly by Manitoba Forestry Resources Ltd., is repayable over eight years with the final payment due October 1, 1989. The yearly repayment is based on an allowance per cord sold.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC SCHOOLS FINANCE BOARD

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the accounts and financial statements, being Exhibits A, B, C and Schedules 1 and 2, of The Public Schools Finance Board for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

Amendments to regulations, effective January 1, 1982, mainly account for increased education support. The amendments provided for increases in the provision for basic operating, transportation, print and non-print materials and extra operating support (partially offset by changes in eligible enrolment).

In our opinion, these financial statements, together with the information provided in the preceding paragraph, present fairly the financial position of The Public Schools Finance Board as at December 31, 1982 and the results of its operations and the changes in its financial position for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Board.

Fred H. Jackson

F. H. Jackson, C.A.,
Assistant Provincial Auditor.

April 19, 1983,
Winnipeg, Manitoba.

Exhibit A

THE PUBLIC SCHOOLS FINANCE BOARD

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison, Note 1)

	1982	1981
ASSETS		
Cash in bank	$ 260,799	$ 255,121
Accounts receivable:		
Government of the Province of Manitoba	6,643,404	6,940,624
Municipal corporations, education support levies	66,836,183	59,611,428
Prepaid expense	23,206	-
	$ 73,763,592	$ 66,807,173
LIABILITIES		
Accounts payable and accrued charges:		
Education Support	$ 9,237,881	$ 8,176,374
Other	1,539,839	1,855,996
Notes payable on demand, at bank prime - Province of Manitoba	61,100,000	53,750,000
	71,877,720	63,782,370
Municipal corporations' education support levies account, Exhibit C	1,885,872	3,024,803
	$ 73,763,592	$ 66,807,173

Exhibit B

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Revenue and Expenditure for the year ended December 31, 1982 (with 1981 figures for comparison, Note 1)

	1982	1981
Revenue:		
Government of the Province of Manitoba, share of the Education Support Program	$299,236,798	$274,534,017
Municipal corporations, education support levy	167,127,187	149,028,573
	466,363,985	423,562,590
Excess of expenditure over revenue carried forward to municipal corporations' education support levies account, Exhibit C	1,138,931	(1,545,995)
	$467,502,916	$422,016,595
Expenditure:		
Education Support Program:		
Education Support, (Note 2), Schedule 1	$457,732,866	$415,276,396
Administrative and other expenses, Schedule 2	9,770,050	6,740,199
	$467,502,916	$422,016,595

Exhibit C

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Municipal Corporations' Education Support Levies Account for the year ended December 31, 1982

Balance, December 31, 1981	$ 2,730,876
Add:	
Adjustment of previous years' grants from estimated to actual	293,927
Adjusted balance, December 31, 1981, Exhibit A	3,024,803
Less:	
Excess of expenditure over revenue for the year ended December 31, 1982, Exhibit B	1,138,931
Balance, December 31, 1982, Exhibit A	$ 1,885,872

Schedule 1

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Education Support
for the year ended December 31, 1982
(with 1981 figures for comparison, Note 1)

	1982	1981
Operating:		
Basic operating	$ 284,170,200	$ 254,339,899
Pupil	8,771,974	9,587,112
Transportation	21,239,007	18,732,057
Special services	25,656,250	23,613,364
Vocational industrial	3,788,111	3,768,000
Immigrant pupils	1,195,345	1,153,213
Print and non-print materials	5,864,085	4,997,659
Extra operating	59,446,513	55,632,635
Mill rate reduction	1,503,832	228,300
Capital:		
Debt servicing	33,013,806	31,528,252
Other	6,276,500	5,142,348
Buses	5,055,406	5,196,355
Vocational equipment	1,751,837	1,357,202
Total education support program, Exhibit B	$ 457,732,866	$ 415,276,396

Schedule 2

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Administrative and Other Expenses for the year ended December 31, 1982 (with 1981 figures for comparison)

	1982	1981
Board Members:		
Indemnities	$ 41,506	$ 27,029
Travel	10,769	8,661
Sundry	7,252	4,892
	59,527	40,582
Staff:		
Salaries	412,118	363,079
Travel	8,445	5,982
Sundry	2,875	2,093
	423,438	371,154
Office:		
Printing, stationery and supplies	18,692	17,080
Equipment	30,806	1,230
Equipment rentals	5,852	8,897
Telephone	8,830	7,080
	64,180	34,287
Professional Services:		
Audit	19,200	17,400
Other	9,625	6,909
	28,825	24,309
Interest Expense, net:		
Interest charges on loans for advances of support (Note 3)	9,194,080	6,269,867
Total administrative and other expenses, Exhibit B	$ 9,770,050	$ 6,740,199

THE PUBLIC SCHOOLS FINANCE BOARD

Notes to Financial Statements

December 31, 1982

1. The amounts shown for education support for 1981 have been adjusted to the actual figures based upon 1981 final statistical reports and audited financial statements of the school divisions. The statement of municipal corporations' education support levies account, Exhibit C, reflects the adjustments.

2. The education support for 1982 is an estimated amount based upon 1982 statistical reports and financial budgets submitted by the school divisions and is subject to revision following receipt of the 1982 audited financial statements during 1983.

3. The interest charged on loans for advances of support increased by $2,924,213 during the year. This was due primarily to the increase in the education support levy.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC SERVICE GROUP INSURANCE FUND

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A to H and Schedules 1 and 2, of The Public Service Group Insurance Fund for the fiscal year ended April 30, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Fund as at April 30, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

January 14, 1983
Winnipeg, Manitoba.

Exhibit A

THE PUBLIC SERVICE GROUP INSURANCE FUND

Employees' Group Life Insurance Plan Part of the Fund

Balance Sheet
as at April 30, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Cash in bank	$ 7,159	$ -
Investments at amortized cost, Note 1(b), Schedule 1	8,839,673	6,073,413
Amount to be transferred from The Canada Life Assurance Company, Note 2	151,283	1,701,727
Employees' Group Life Insurance Plan Reserve held by the Canada Life Assurance Company	140,550	178,650
Accrued interest on investments	285,470	101,080
Due from Dependents' Group Life Insurance Plan	27,613	19,929
	$ 9,451,748	$ 8,074,799

LIABILITIES

	1982	1981
Accounts payable	$ 49,202	$ 55,687
Investment reserve, Note 1(b), Exhibit G	47,516	25,428
Reserve for current and future benefits, Exhibit D, Note 5	9,355,030	7,993,684
	$ 9,451,748	$ 8,074,799

Exhibit B

THE PUBLIC SERVICE GROUP INSURANCE FUND
Accidental Death and Disablement Plan Part of the Fund

Balance Sheet
as at April 30, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Investments at amortized cost, Note 1(b) Schedule 2	$ 34,236	$ 35,363
Accidental Death and Disablement Plan Specific Reserve Held by the Canada Life Assurance Company (Note 7)	550,412	419,181
	$ 584,648	$ 454,544

LIABILITIES

	1982	1981
Accounts payable	$ 6,668	$ 6,193
Investment reserve, Note 1(b), Exhibit H	189	126
Reserve for current and future benefits, Notes 5 and 7, Exhibit E	577,791	448,225
	$ 584,648	$ 454,544

Exhibit C

THE PUBLIC SERVICE GROUP INSURANCE FUND

Dependents' Group Life Insurance Plan Part of the Fund

Balance Sheet
as at April 30, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Dependents' Group Life Insurance Plan Account held by the Canada Life Assurance Company	$ (240,743)	$ (127,239)

LIABILITIES

	1982	1981
Due to Group Life Insurance Plan	$ 27,613	$ 19,929
Reserve for current and future benefits, Note 6, Exhibit F	(268,356)	(147,168)
	$ (240,743)	$ (127,239)

Exhibit D

THE PUBLIC SERVICE GROUP INSURANCE FUND
Employees' Group Life Insurance Plan Part of the Fund
Statement of Contributions, Claims and Changes in the Reserve
for the year ended April 30, 1982 - Note 5
(with 1981 figures for comparison)

	1982	1981
Balance at beginning of year, Note 9	$ 7,993,684	$ 5,730,379
Additions:		
Contributions, Note 1(a)		
Employees	3,730,352	3,467,328
Employers	1,631,302	1,515,055
Retired employees	173,334	156,221
Total contributions	5,534,988	5,138,604
Adjustment for non-contributory additional employees' group life insurance, Notes 3 and 8	276,898	480,243
Contributions waived for the disabled, Note 8	34,880	25,686
Investment income, Note 1(b):		
Interest	1,307,075	760,380
Amortization of discounts	45,475	22,183
Transfer to investment reserve, Exhibit G	(22,088)	(21,021)
Total investment income	1,330,462	761,542
Total additions	7,177,228	6,406,075
Deductions:		
Claims, Note 1(c):		
Death	5,206,476	3,161,834
Disability	43,731	290,692
	5,250,207	3,452,526
Adjustment for non-contributory additional employees' group life insurance, Notes 3 and 8	276,898	480,243
Canada Life charges	57,008	55,307
Conversion and risk charges	32,298	4,164
Premium taxes	107,866	69,474
Contributions waived for the disabled, Note 8	34,880	25,686
Administration fee charged by The Civil Service Superannuation Board	43,591	42,170
Professional fees	12,586	13,200
Other	548	-
Total deductions	5,815,882	4,142,770
Balance at end of year, Exhibit A	$ 9,355,030	$ 7,993,684

Exhibit E

THE PUBLIC SERVICE GROUP INSURANCE FUND

Accidental Death and Disablement Plan Part of the Fund
Statement of Contributions, Claims and Changes in the Reserve
for the year ended April 30, 1982 - Note 5
(with 1981 figures for comparison)

	1982	1981
Balance at beginning of year, Note 9	$ 448,225	$ 300,021
Additions:		
Contributions, employers, Note 1(a)	689,998	631,321
Investment income - interest	68,991	34,775
Transfer to investment reserve, Exhibit H	(63)	(63)
Total investment income	68,928	34,712
Total additions	758,926	666,033
Deductions:		
Death claims, Note 1(c):	556,420	440,928
Canada Life retention and risk charges	63,480	58,082
Premium taxes	2,792	12,626
Administration fee charged by The Civil Service Superannuation Board	5,174	4,717
Professional fees	1,494	1,476
Total deductions	629,360	517,829
Balance at end of year, Note 7, Exhibit B	$ 577,791	$ 448,225

Exhibit F

THE PUBLIC SERVICE GROUP INSURANCE FUND

Dependents' Group Life Plan Part of the Fund
Statement of Contributions, Claims and Changes in the Reserve for the year ended April 30, 1982 - Note 6
(with 1981 figures for comparison)

	1982	1981
Balance at beginning of year, Note 9	$ (147,168)	$ (188,815)
Additions:		
Contributions, Note 1(a)		
Employees	383,295	383,249
Retired employees	18,527	17,438
Total contributions	401,822	400,687
Total additions	401,822	400,687
Deductions:		
Death claims, Note 1(c):	501,000	338,500
Canada Life charges	5,970	5,583
Conversion charges	320	850
Premium taxes	8,036	8,014
Administration fee charged by The Civil Service Superannuation Board	3,014	2,993
Professional fees	870	937
Other	3,800	2,163
Total deductions	523,010	359,040
Balance at end of year, Exhibit C	$ (268,356)	$ (147,168)

Exhibit G

THE PUBLIC SERVICE GROUP INSURANCE FUND

Statement of changes in the Investment Reserve of the Employees' Group Life Insurance Plan Part of the Fund for the year ended April 30, 1982 (with 1981 figures for comparison)

	1982	1981
Additions during the year:		
Transfer in accordance with investment policy, Note 1(b), Exhibit D	$ 22,088	$ 21,021
Less: Difference between proceeds and book value upon redemption of bonds	-	3,744
Net increase for the year	22,088	17,277
Balance, beginning of year	25,428	8,151
Balance, end of year, Exhibit A	$ 47,516	$ 25,428

Exhibit H

THE PUBLIC SERVICE GROUP INSURANCE FUND

Statement of changes in the Investment Reserve of the Accidental Death and Disablement Plan Part of the Fund for the year ended April 30, 1982 (with 1981 figures for comparison)

	1982	1981
Additions during the year:		
Transfer in accordance with investment policy, Note 1(b), Exhibit E	$ 63	$ 63
Balance, beginning of year	126	63
Balance, end of year, Exhibit B	$ 189	$ 126

Schedule 1

THE PUBLIC SERVICE GROUP INSURANCE FUND

Employees' Group Life Insurance Plan Part of the Fund
Summary of Investments
as at April 30, 1982

	Par Value	Book Value
Short term investments with the Minister of Finance		$ 3,379,181
Bonds and debentures:		
Government of Canada	$ 5,500,000	5,460,492
Total investments - Exhibit A		$ 8,839,673

Schedule 2

THE PUBLIC SERVICE GROUP INSURANCE FUND

Accidental Death and Disablement Plan Part of the Fund
Summary of Investments
as at April 30, 1982

	Book Value
Short Term investments with the Minister of Finance	$ 34,236
Total investments - Exhibit B	$ 34,236

THE PUBLIC SERVICE GROUP INSURANCE FUND

Notes to Financial Statements
for the year ended April 30, 1982

1. Significant accounting policies:

The Public Servants Insurance Act provides for the establishment of a Fund to be known as the Public Service Group Insurance Fund. The Fund and its accounts are split into three parts, the Group Life Insurance Plan Part, the Accidental Death and Disablement Plan Part, and the Dependents' Group Life Insurance Plan Part. This split is consistent with the financial arrangements with the Insurance Company.

Funds are invested on a pool basis and prorated between Plans for accounting and financial statement purposes.

(a) Contributions include an accrual in respect of the partial insured period ending April 30th for each insurance policy year.

(b) The Investment Reserves, shown in the Balance Sheets, do not reflect a valuation of the investments, but are maintained to stabilize and even out the investment income.

The investment income measurement policies consist of:

Premiums on bonds and debentures in excess of one percent of par value are amortized on a straight line basis over the remaining term and are charged to the Investment Reserve. All other premiums on investments are charged to the Investment Reserve in the year of acquisition.

Discounts on bonds and debentures within or equal to one percent of par value are credited to income in the year of acquisition. All other discounts on investments are amortized on a straight line basis over the remaining or renewable term and are credited to income.

Investment income is reduced annually by ¼ of 1% of the book value of investments to a maximum of the reserve not exceeding 3% of the book value of the investments and the amount of the reduction is credited to the Investment Reserve.

Differences between amounts realized from the redemption or sale of investments and their book value are reflected in the Investment Reserve.

(c) Claims recorded only include claims for a fiscal year which were processed within five months after the fiscal year end. There were no reported claims unrecorded as at April 30, 1981 and April 30, 1982.

2. Annual transfer:

In accordance with the terms of the Group Life Insurance Plan Part of the Policy thereon, an annual transfer is made by the Fund to the Insurer or by the Insurer to the Fund based on claims experience.

3. Maximum group life insurance:

The maximum amount of Employees' Group Life Insurance was $85,250 from July 1, 1979 to May 31, 1981. This amount included 7% additional insurance to a maximum of $5,250 and a dividend of 10% to a maximum of $5,000. The maximum amount has been reduced to $82,750 from June 1, 1981 to May 31, 1982 due to the reduction of the dividend from 10% to 5% to a maximum of $2,500. Arrangments have been made to extend the term of the dividend of 5% from June 1, 1982 to May 31, 1983.

The dividend is funded from the Reserve for current and future benefits in the Group Life Insurance Plan Part of the Fund. This dividend amounted to $276,898 for the period ending April 30, 1982 ($480,243 - May 1, 1980 to April 30, 1981).

4. Actuarial reports:

The financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, a triennial actuarial valuation and report is required to be made on the status of the Fund. The actuarial report as at December 31, 1979 disclosed an unfunded liability of $603,751 in the Employees' Group Life Insurance Plan Part of the Fund, an actuarial surplus of $435,323 in the Accidental Death and Disablement Insurance Plan Part of the Fund, and an unfunded liability of $109,489 in the Dependents' Group Life Insurance Plan Part of the Fund.

The triennial actuarial report on the Fund as at December 31, 1979 indicated:

(a) the existence of an unfunded liability in the Employees' Group Life Insurance Plan should be cause for caution but not for concern.

(b) there is a substantial surplus in the Accidental Death and Disablement Plan Part of the Fund. This indicated the likelihood that some surplus will be available for use when the actual results under the current policy expire. Note 7 to these financial statements provides further details regarding subsequent experience regarding this matter.

(c) The claims experience for the Dependents' Group Life Insurance Plan, since the contributions were increased effective January 1, 1979, indicates that these increased contributions are sufficient to provide the benefits which have been promised.

An interim review by the Actuary of the plans for the policy years ending April 30, 1980 and April 30, 1981 disclosed that the actual experience under the plans has:

(a) decreased by $292,723 the unfunded liability in the Employees' Group Life Insurance Plan Reserve,

(b) increased by $6,653 the actuarial surplus in the Accidental Death and Disablement Insurance Plan Reserve, and

(c) increased by $17,879 the unfunded liability in the Dependents' Group Life Insurance Plan Reserve.

5. Termination of Group Life and Accidental Death and Disablement Policy:

In the event of termination, the policy provides that:

(a) the Insurance Company will pay the amount of any surplus under the Employees' Group Life Insurance Plan Part of the Policy after taking into account any surplus or deficits carried forward from prior years.

(b) the Policyholder will pay the amount of any deficit under the Employees' Group Life Insurance Plan Part of the Policy after taking into account any surplus or deficits carried forward from prior years.

(c) the Insurance Company will pay the amount of any surplus under the Accidental Death and Disablement Insurance Plan Part of the Policy after taking into account any surplus or deficits carried forward from prior years. The cumulative net deficit, if any, will be written off by the Insurance Company.

6. Termination of Dependents' Group Life Policy:

In the event of termination, the policy provides that:

The Insurance Company will pay the amount of any surplus under the Dependents' Group Life Plan Policy after taking into account any surplus or deficits carried forward from prior years. The cumulative net deficit will be written off by the Insurance Company.

THE PUBLIC SERVICE GROUP INSURANCE FUND

Notes to Financial Statements
for the year ended April 30, 1982 (cont'd.)

7. Accidental Death and Disablement Plan Part of the Fund:

The five year policy term under the Accidental Death and Disablement Plan Part of the Fund expired April 30, 1982. Subsequent to this date, the total surplus of $550,412 for this five year period including interest has been transferred to the Policyholder by the Insurance Company.

8. Presentation of increased benefits:

To reflect the impact of the non-contributory additional employees' group life insurance provided without additional premium, and the waiver of premium for the disabled, the Group Life Insurance Plan Part of the Fund has recorded in its accounts the calculated cost of providing additional employees group life insurance and the waiver of premiums for the disabled. These charges are reflected in Exhibit D as additions and equivalent offsetting deductions.

9. Revised financial statement format:

The Board approved the revised financial statement format showing separate financial statements for each of the Group Life Insurance Plan Part of the Fund, the Accidental Death and Disablement Plan Part of the Fund and the Dependents' Group Life Insurance Plan of the Fund effective for the year ended April 30, 1982. Prior years figures have been revised for comparative financial statement purposes.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC TRUSTEE OF MANITOBA

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B, of The Public Trustee of Manitoba for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of affairs of the estates and trusts under jurisdiction of the Public Trustee as at March 31, 1983 and the cash receipts and disbursements for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.
Provincial Auditor.

June 23, 1983,
Winnipeg, Manitoba.

Exhibit A

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Balance Sheet of estates and trusts under administration as at March 31, 1983

ASSETS

	1983	1982
Cash on hand and in bank:		
General	$ 216,651	$ 312,195
Provincial funds	4,395	3,054
	221,046	315,249
Expenditures recoverable from estates and trusts (Note 1)	3,104	1,946
Common fund investments (Notes 1 and 6)	34,649,886	24,693,905
Term deposits and investment certificates, at par value	3,659,563	6,509,654
Government of Canada and other bonds, at par value	9,950,918	8,509,454
Shares of capital stock and mutual funds (Note 1)	463,125	222,029
Annuity contracts (Note 1)	133,150	10,246
Accounts receivable (Note 1)	94,948	49,037
Rentals receivable (Note 1)	2,889	9,830
Notes receivable, principal (Note 1)	58,560	104,677
Mortgages and agreements receivable (Note 1)	158,698	192,098
Interests in other estates (Note 1)	3,562	1,411
Real estate (Note 1)	3,045,713	2,895,827
	$ 52,445,162	$ 43,515,363

LIABILITIES

	1983	1982
Liabilities of estates:		
Mortgages, notes and agreements payable	$ 1,145	$ 50,465
Public Trustee, fees payable (Note 2)	7,843	9,489
	8,938	59,954
The Province of Manitoba:		
The Public Trustee accountable advance	7,500	5,000
Estates and trusts under administration: (Note 1)		
Excess of recorded value of assets over liabilities:		
The Mental Health Act	36,263,448	30,242,655
The Public Trustee Act	16,165,226	13,207,754
	$ 52,445,162	$ 43,515,363

Exhibit B

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Statement of Receipts and Disbursements
for the year ended March 31, 1983
(with 1982 figures for comparison)

RECEIPTS

	1983	1982
Funds held by estates and trusts brought under administration	$ 4,521,321	$ 3,365,647
Realization of equities in other estates	508,130	369,124
Pensions, compensation and assistance	7,076,205	5,884,471
Sickness, disability and other insurance benefits	1,341,698	914,864
Collections on account of:		
Accounts receivable	52,043	18,045
Rentals and leases receivable	173,237	203,132
Mortgages and agreements receivable	14,444	36,517
	239,724	257,694
Sale of chattels	130,346	148,881
Sale of real estate	955,695	812,441
Interest - bonds and investment certificates	6,032,848	4,891,269
Dividends	31,549	12,714
Bank interest	4,750	4,004
Statutory fees collected (Note 3)	8,502	10,035
Total receipts	20,850,768	16,671,144
Cash on hand and in bank at beginning of year	312,195	280,749
	$ 21,162,963	$ 16,951,893

DISBURSEMENTS

	1983	1982
Payments on account of:		
Accounts payable discharged	$ 66,296	$ 154,444
Mortgages and agreements payable	55,125	11,289
Real estate purchases	1,240	52,026
	122,661	217,759
Maintenance:		
Maintenance incurred in hospitals prior to June 30, 1958	405,215	447,952
Board, room and other expenses (Note 4)	4,715,220	3,817,937
	5,120,435	4,265,889
Support of dependents	65,333	56,950
Preservation of estates:		
Realty and income taxes	618,047	453,268
Insurance	23,146	21,813
Repairs	27,607	27,179
Sundry	361,012	317,698
	1,029,812	819,958
Administration and passing of accounts (Note 2)	1,356,097	1,163,092
Burial expenses	383,540	288,574
Estates and trusts released from administration	4,282,384	2,966,002
Statutory fees remitted (Note 3)	8,502	10,035
Total disbursements, before purchase of securities	12,368,764	9,788,259
Purchase of securities, less sale or redemption of securities (1983 - $38,823,492; 1982 - $15,347,863)	8,577,548	6,851,439
Cash on hand and in bank at end of year	216,651	312,195
	$ 21,162,963	$ 16,951,893

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Notes to Financial Statements
March 31, 1983

1. Significant Accounting Policies

The Statement of Receipts and Disbursements reflects cash transactions which have occurred during the year for estates and trusts under administration.

The Balance Sheet reflects a position on a modified accrual basis including all known assets and liabilities of the estates and trusts, except for chattels, accrued investment earnings, and current liabilities.

The net recorded value of the estates and trusts under administration is governed by the valuation criteria described on the Balance Sheet as well as the following evaluation and accounting policies:

a) Expenditures Recoverable from Estates and Trusts

Expenditures recoverable from estates and trusts represent disbursements made on behalf of estates or trusts for which funds were not immediately available; these expenditures will be charged to the estates or trusts concerned in due course, when funds become available.

b) Common Fund Investments

Investments of the common fund, established pursuant to Section 7.1(1) of the Public Trustee Act, are restricted to securities and loans authorized under the Trustee Act. Common fund investments are recorded at cost, adjusted for the amortization of premiums or discounts on purchase on a straight line basis over the remaining term to maturity of the security. Earnings are distributed semi-annually to the individual estates and trusts on a pro rata basis.

c) Shares of Capital Stock and Mutual Funds

(1) Mental Health and Infant Trusts

The basis of valuation of shares assumed under administration prior to December 22, 1971 is at Valuation Day prices (market value as at December 22, 1971), except shares for which no Valuation Day price exists. Shares are then recorded at cost, if available, or at nominal values.

Shares assumed under administration since December 22, 1971 have been recorded at the market value as at the date of assumption or at nominal values where market value is not readily available.

All shares purchased by the trustee are recorded at cost.

c) Shares of Capital Stock and Mutual Funds (continued)

(ii) Estates of Deceased Persons

Shares forming part of estates of deceased persons assumed under administration have been recorded at the market value as at the date of death. Shares purchased by the Public Trustee are recorded at cost. Where no market value exists, nominal values are used.

d) Annuity Contracts

Annuity contracts include several accounts recorded at a nominal value of $1.00 each.

e) Accounts Receivable and Rentals Receivable

Accounts receivable and rentals receivable include several accounts recorded at a nominal value of $1.00 each.

f) Notes, Mortgages and Agreements Receivable

Notes receivable and mortgages and agreements receivable reflect the amount of principal and interest due and unpaid at the time each estate was brought under administration, less any payments subsequently received. Interest due and accrued during administration is not recorded by the Public Trustee until such time as it is received.

g) Interests in Other Estates

Interest in other estates include several accounts recorded at a nominal value of $1.00.

h) Real Estate

Real estate is valued at a multiple of five times the assessed value on the property tax notice; burial plots, mines and mineral rights, and mobile homes have been recorded at a nominal value of $1.00 each.

2. Administration Fees

Under Section 10 of the Public Trustee Act, the Public Trustee may determine reasonable charges based on the services provided to the estates and trusts under his administration. Charges are made annually on the aforementioned basis to each estate and trust on its anniversary date of enrollment with the Trustee, except those estates and trusts which do not have sufficient funds, where the charges are either reduced or not made. These fees are remitted to the Province of Manitoba.

3. **Statutory Fees**

Under Section 84(3) of the Queen's Bench Act and Section 82 of The Surrogate Courts Act, the Public Trustee of Manitoba provides legal services for estates and trusts not under his administation. Fees for these services are recorded as receipts and remitted to the Province of Manitoba.

4. **Board, Room and Other Expenses**

Board, room and other expenses reflect payments made for current general living expenses, including clothing, comforts, medical, nursing home costs, etc., during periods of supervision, probation and hospitalization.

5. **Administration Costs**

Administration costs of the Public Trustee of Manitoba are paid out of appropriations of the Department of Attorney-General and are not reflected in these financial statements. Where appropriate these costs are recovered from estates and trusts in a manner as explained in Note 2.

6. **Common Fund - Summary of Investments**

The investments of the Common Fund consist of the following:

	1983	1982
Term deposits, investment certificates and treasury bills	$ 8,796,395	$ 19,345,600
Government of Canada bonds	25,853,491	5,348,305
	$ 34,649,886	$ 24,693,905

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE TEACHERS' RETIREMENT ALLOWANCES FUND

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A and B and Schedules 1 and 2, of The Teachers' Retirement Allowances Fund for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Fund as at December 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except for the fixed income measurement policy as explained in note 1 Bi, and after giving retroactive effect to the change in the real estate investment income measurement policy as explained in note 1 Biii to the financial statements, on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

April 29, 1983,
Winnipeg, Manitoba.

Exhibit A

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Balance Sheet
as at December 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Investments, Schedule 1	$ 264,917,163	$ 222,547,959
Unamortized net adjustment to book value of securities sold before maturity	183,374	226,833
Accrued interest on investments	4,099,256	3,355,013
Investment income receivable	356,412	257,012
Balance of teacher and school division contributions owing by school divisions	2,217,549	2,398,129
Cash on hand and in bank	832,994	1,500,119
	$ 272,606,748	$ 230,285,065

LIABILITIES

	1982	1981
Cheques issued and outstanding	$ 246,911	$ 312,465
Balance of Province of Manitoba Account	(34,084)	31,635
Benefit Reserves, Exhibit B:		
Reserves for teachers' share of benefits:		
Basic	250,907,449	212,437,015
Pension indexing adjustments	20,414,385	16,611,545
Reserves for employers' share of benefits:		
Manitoba Teachers' Society	757,471	629,535
Manitoba Association of School Trustees	59,220	46,378
	272,138,525	229,724,473
Reserve for Fund's share of employees' pension benefits (Note 1E)	255,396	216,492
	$ 272,606,748	$ 230,285,065

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Statement of Changes in Benefit Reserves

Exhibit B

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Statement of Changes in Benefit Reserves
for the year ended December 31, 1982
(with 1981 figures for comparison)

Additions:
- Contributions:
  - Teachers
  - Province of Manitoba:
    - Share of benefits charged
    - Re: Actuarial liability created by 1970 and 1973 amendments
    - Prior rural service of certain retired Winnipeg teachers
  - Manitoba Teachers' Society
  - Manitoba Association of School Trustees
  - Others - Transfers under reciprocal agreements

Total contributions

- Investment Income, Schedule 2 (Note 1)

Total additions

Deductions:
- Pensions paid
- Contributions refunded
- Transfers under reciprocal agreements
- Administrative expenses
- Transfer to reserve for Fund's share of employees' pension benefits to cover past service liability

Total deductions

Net increase for year

Balance at beginning of year

Balance at end of year, Exhibit A

1982					1981
Reserve for Teachers' Share of Benefits		Reserve for Employers' Share of Benefits			
Basic	Pension Indexing Adjustments	Manitoba Teachers' Society	Manitoba Association of School Trustees	Total	Total
$ 22,337,805	$ 3,955,661	$ -	$ -	$ 26,293,466	$ 25,985,486
12,156,965	-	-	-	12,156,965	10,855,547
1,613,300	-	-	-	1,613,300	1,613,300
141,810	-	-	-	141,810	143,735
-	-	69,960	-	69,960	61,036
-	-	-	6,564	6,564	5,289
			-		
616,180	-	-	-	616,180	449,596
36,866,060	3,955,661	69,960	6,564	40,898,245	39,113,989
25,684,121	2,196,948	78,171	6,278	27,965,518	26,700,272
62,550,181	6,152,609	148,131	12,842	68,863,763	65,814,261
20,683,559	2,349,769	20,195	-	23,053,523	20,867,168
2,210,054	-	-	-	2,210,054	2,191,325
693,326	-	-	-	693,326	316,266
492,808	-	-	-	492,808	383,851
-	-	-	-	-	186,400
24,079,747	2,349,769	20,195	-	26,449,711	23,945,010
38,470,434	3,802,840	127,936	12,842	42,414,052	41,869,251
212,437,015	16,611,545	629,535	46,378	229,724,473	187,855,222
$ 250,907,449	$ 20,414,385	$ 757,471	$ 59,220	$ 272,138,525	$ 229,724,473

Schedule 1

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Summary of Investments
as at December 31, 1982

	Par Value	Book Value
Fixed income investments:		
Bonds and debentures issued by, or guaranteed by, the following:		
Canada	$ 15,424,000	$ 15,137,404
Province of Alberta	165,000	164,581
Province of British Columbia	371,000	368,308
Province of Manitoba	25,888,000	25,857,737
Province of New Brunswick	965,000	960,627
Province of Newfoundland	1,150,000	1,142,960
Province of Nova Scotia	385,000	382,635
Province of Ontario	1,625,000	1,619,640
Province of Prince Edward Island	790,000	781,485
Province of Quebec	1,235,000	1,229,411
Province of Saskatchewan	350,000	347,935
Hospital districts	4,654,000	4,615,924
Municipal corporations	10,561,746	10,508,043
School districts and divisions	306,000	303,756
Corporations	39,714,294	38,221,121
	$ 103,584,040	$ 101,641,567
Mortgages:		
Insured:		
National Housing Act (Canada)	54,484,009	53,585,502
Other	12,137,763	11,905,442
Uninsured	12,324,333	12,277,782
	$ 78,946,105	
Short Term Notes	$ 36,100,000	36,100,000
Units of Fixed Income Fund		2,000,000
Total fixed income investments at amortized cost		217,510,293
Less: Provision for losses		268,810
Net fixed income investments, carried forward		217,241,483

Schedule 1

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Summary of Investments
as at December 31, 1982

	Book Value
Brought forward	$ 217,241,483
Equity investments:	
Mortgage investment corporation shares	2,099,496
Canadian Commercial Bank shares	4,280,000
Direct natural resources, shares	800,100
Venture Capital, limited partnership	400,000
Total equity investments, at cost	7,579,596
Real estate equity investments:	
Common shares	22,900,723
Participating bonds	22,646,685
Qualifying shares	13,676
Total real estate equity investments, at appraised values	45,561,084
Less: Provision for decline in appraised values	5,465,000
Net real estate equity investments	40,096,084
Total investments, Exhibit A	$ 264,917,163

Schedule 2

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Summary of Investment Income
for the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Fixed income investments:		
Interest	$ 24,509,130	$ 19,917,216
Amortization of discounts and premiums	246,424	19,692
	24,755,554	19,936,908
Less: Provision for capital losses on fixed income investments	413,310	-
	24,342,244	19,936,908
Equity investments:		
Dividends	236,976	119,886
Real estate equity investments:		
Interest and dividends	3,150,621	2,560,291
Adjustments due to change in book value of investments	261,656	259,691
One-half of increase in appraised value	-	3,844,000
	3,412,277	6,663,982
Total investment income	27,991,497	26,720,776
Less: Allocated to Reserve for Fund's share of employees' pension benefits	25,979	20,504
Net investment income, Exhibit B	$ 27,965,518	$ 26,700,272

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements
for the year ended December 31, 1982

1. Significant Accounting Policies:

The significant accounting policies are summarized below:

A) The Fund follows the accrual basis of accounting in all cases where the amount of the accrual is material, specifically teacher contributions and fixed investment income.

B) The investment income measurement policies consist of:

i) Fixed income investments:

Income on fixed income investments includes the net effect of amortization of discounts and premiums on securities held as well as amortization of book losses on bonds sold before maturity in order to acquire other securities for an increase in net yield.

Commencing in 1982, one quarter of 1% of the weighted average monthly book value during the year of fixed income investments, excluding short-term notes, is allocated to a provision for capital losses and any actual losses realized are charged against the provision. The effect of this change in policy is a reduction in reported investment income for 1982 of $413,310.

ii) Equity investments:

Each year the recorded value of equity investments, where a quoted market value is available, is adjusted to reflect the change in their market value. One-half of any unrealized appreciation is taken into income in the year and the balance is credited to the provision for market declines. In any year that the market value decreases, the whole of the decrease is charged to the provision. When an investment is sold the balance in the provision pertaining to the investment sold is transferred to income. At the end of 1982, no quoted market values were available in respect of equity investments held.

iii) Real estate equity investments:

The same income measurement policy that applies to the Fund's other equity investments has been adopted for real estate equity investments retroactive to the beginning of 1981. The Board has recognized appraised values of the underlying properties on real estate investments for purposes of this policy. Appraisals are done by management and test verified by independent appraisers at September 30 in each year. The Fund's share of the appraisal surplus on that date is reflected in the accounts. Transactions recorded as a result of this policy were as follows:

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements
for the year ended December 31, 1982

	Appraisal Surplus	Added to Investment Income	Added to Provision for Market Declines
As at December 31, 1980	$ 6,749,000	$ 3,374,000	$ 3,375,000
Year ended December 31, 1981	7,688,000	3,844,000	3,844,000
Year ended December 31, 1982	(1,754,000)	-	(1,754,000)
Balances, December 31, 1982	12,683,000		$ 5,465,000
Real estate investments, cost	32,878,084		
Real estate investments, appraised value	$45,561,084		

C) Pension Indexing Adjustment Reserve:

An allocation of teachers' contributions is made in accordance with the Act to the reserve. Interest is allocated to the reserve on the basis of the average rate earned by the Fund on total new fixed income investments made since establishment of the reserve.

Cost of living pension adjustment payments are calculated effective July 1 in each year and are based on the lesser of the increase in the Canadian Consumer Price Index for the preceding calendar year, or the amount, determined by an actuarial review, that could be paid without resulting in an unfunded liability in the reserve.

D) The financial statements do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, an actuarial valuation and report is required every 3 years. In his most recent actuarial report on The Teachers' Retirement Allowances Fund as at January 1st, 1981, the Actuary stated that the financial position of the Fund had improved during the period covered by his review. As a result of the limited utilization of the Province of Manitoba rate guarantee the Fund was in a sound financial position as of the valuation date.

E) Reserve for Fund's share of employees' pension benefits:

The Fund is liable for payment of one-half of the pensions paid to its retired employees. Based on an actuarial report as at December 31, 1980, a portion of the Fund was allocated to provide for the Fund's accrued actuarial liability in this regard. The report provided a method of allocating further funds to the Reserve each year to recognize the annual increases in this liability. Transactions affecting the Reserve in 1982 and 1981 were as follows:

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements
for the year ended December 31, 1982

	1982	1981
Balance, beginning of year	$216,492	$186,400
Interest allocated from investment income	25,979	20,504
Required employer contribution charged to Administrative expenses	15,388	11,859
	257,859	218,763
Less: Fund's share of pension payments	2,463	2,271
Balance, end of year	$255,396	$216,492

2. Guarantee by the Province:

Under the Act, the Province of Manitoba guarantees that a certain rate of return which varies based on actuarial assumptions, will be earned on the assets of the Fund. Any deficiency in annual earnings is made up by the Province; however, no payments have been required since 1975.

3. Comparative Figures:

Certain of the 1981 figures have been restated to conform to the 1982 financial statement presentation.

MEYERS
NORRIS
PENNY & Co.

CHARTERED ACCOUNTANTS

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P.S. ECKERSLEY, C.A.
J.D. STEWART, C.A.
G.A. HORNE JR., C.A.
D.L. RITCHIE, C.A.

12th May 1983

The Members of the Board
Turtle Mountain Conservation District No. 4

AUDITORS' REPORT

We have examined the balance sheet of Turtle Mountain Conservation District No. 4 as at 31st December 1982 and the statements of revenue and expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the District as at 31st December 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.

Chartered Accountants

STATEMENT 1

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

BALANCE SHEET AS AT 31ST DECEMBER 1982

	1982	1981
ASSETS		
CURRENT ASSETS		
Cash	29,415	32,609
Accounts receivable - Note 2	13,485	1,530
	42,900	34,139
FIXED ASSETS - Note 3	14,788	17,090
	57,688	51,229
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	20,390	16,506
SURPLUS		
GENERAL BOARD PROGRAM - Statement 2	24,026	30,486
SUB-DISTRICT PROGRAM - Statement 3	10,758	2,912
EQUIPMENT PROGRAM - Statement 4	514	1,325
EQUIPMENT RESERVE	2,000	
	37,298	34,723
	57,688	51,229

STATEMENT 2

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF REVENUE AND EXPENDITURES - GENERAL BOARD PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
REVENUE		
Municipal levies	16,867	16,068
Province of Manitoba	86,322	85,210
Soils committee	6,417	5,907
Recreation committee	309	145
Interest	1,499	1,650
Miscellaneous		56
	111,414	109,036
EXPENDITURES		
Administrative		
Administration - Conservation District Authority	417	619
Administration - general	10,707	9,681
Administration - Local	411	655
Board and committee remuneration	3,327	4,315
Depreciation - office equipment	531	384
Depreciation - support program	33	
District Supervisor - salary	25,981	24,644
District Supervisor - expenses	3,447	3,588
	44,854	43,886
Special Programs		
Demonstration programs	243	2,949
Forage seed assistance	25,569	30,068
Culley stabilization	6,365	6,221
Land ethic committee	2,759	1,288
Public education	2,207	1,862
Recreation committee	3,000	148
Road allowance program	2,830	3,479
Shelter Belt program	13,030	2,812
Wildlands committee		2,000
Wildlife Habitat improvement - uplands	2,199	9,017
Wildlife Habitat improvement - wetlands	6,428	4,228
	64,630	64,072
TOTAL EXPENDITURES	109,484	107,958
TRANSFER TO SUB-DISTRICT PROGRAM	6,390	3,656
TRANSFER TO EQUIPMENT RESERVE	2,000	
	117,874	111,614
DEFICIENCY OF REVENUE OVER EXPENDITURES	6,460	2,578
BALANCE - BEGINNING OF YEAR	30,486	33,064
BALANCE - END OF YEAR	24,026	30,486

STATEMENT 3

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF REVENUE AND EXPENDITURES - SUB-DISTRICT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	Upper Pembina #59	Waskada Creek #65
REVENUE		
Municipal levies	7,804	6,942
Province of Manitoba	12,083	18,765
Transfer from General Board program		1,530
	19,887	27,237
EXPENDITURES		
Culverts and structures		
Headwater retention		
Pothole consolidation		
Runway stabilization	17,041	26,807
Water quality project	221	
	17,262	26,807
EXCESS OF REVENUE OVER EXPENDITURES	2,625	430
BALANCE (AT DEFICIT) - BEGINNING OF YEAR	(1,581)	(408)
BALANCE - END OF YEAR	1,044	22

Medora Creek #66	Chain Lakes #67	Elgin Creek #68	Total 1982	Total 1981
10,410	2,792	4,627	32,575	28,497
34,833		6,929	72,610	63,448
4,860			6,390	3,656
50,103	2,792	11,556	111,575	95,601
				1,176
34,908			34,908	
		2,122	2,122	
14,854		7,776	66,478	78,051
			221	11,414
49,762		9,898	103,729	90,641
341	2,792	1,658	7,846	4,960
(313)	5,214		2,912	(2,048)
28	8,006	1,658	10,758	2,912

STATEMENT 4

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF REVENUE AND EXPENDITURES - EQUIPMENT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
REVENUE	3,184	4,059
EXPENDITURES		
Repairs and maintenance	1,696	686
Depreciation	2,299	1,495
	3,995	2,181
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(811)	1,878
BALANCE (AT DEFICIT) - BEGINNING OF YEAR	1,325	(553)
BALANCE - END OF YEAR	514	1,325

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1982

NOTE 1 - ACCOUNTING POLICIES

Fixed Assets

Fixed assets are recorded at cost.

Depreciation

Depreciation is recorded on the straight line method at the following rates:

Office equipment	15%
Program Support equipment	
- Hudson sprayer	15%
- Even-spray sprayer	10%
Field equipment	10%
Tractor	15%

NOTE 2 - ACCOUNTS RECEIVABLE

The accounts receivable are composed of the following:

	1982	1981
Trade accounts		
Forage seed	193	341
Shelter belt program	1,347	144
Rental	85	
Gully stabilization		125
W.H.I.P. (Wetland) project	413	
Other	146	
	2,184	610
Conservation District Authority of Manitoba	11,228	823
Other	73	97
	13,485	1,530

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1982

NOTE 3 - FIXED ASSETS

The following is a summary of the fixed asset and accumulated depreciation accounts:

	Balance Beginning Of Year	Additions	Balance End Of Year
FIXED ASSETS			
Office equipment	3,404	267	3,671
Program support equipment	73	294	367
Field equipment	3,702		3,702
Tractor	12,859		12,859
	20,038	561	20,599
ACCUMULATED DEPRECIATION			
Office equipment	871	531	1,402
Program support equipment	26	33	59
Field equipment	926	370	1,296
Tractor	1,125	1,929	3,054
	2,948	2,863	5,811
NET BOOK VALUE	17,090		14,788

AUDITOR'S REPORT

We have examined the Balance Sheet of the Turtle River Watershed Conservation District as at December 31st, 1982, and other statements, being Exhibits "B" to "F", inclusive. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these Financial Statements present fairly the financial position of the Organization as at December 31st, 1982 and the results of its operation for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Chartered Accountant

DAUPHIN, Manitoba
May 31st, 1983

EXHIBIT "A"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

BALANCE SHEET
As at December 31st, 1982 and 1981

	1982	1981
ASSETS		
Current Assets -		
Cash on Hand and in Bank	$ 100.00	100.00
Term Deposits	20,000.00	30,000.00
Accounts Receivable -		
Municipal Grants	89,635.07	60,291.37
Conservation District Authority	40,519.83	2,391.01
Accrued Interest	383.42	156.91
Miscellaneous		863.93
Total Current Assets	150,638.32	93,803.22
Fixed Assets, at Cost -		
Equipment - Administrative	911.99	911.99
Equipment - Other	472.50	
	1,384.49	911.99
Less: Accumulated Depreciation	329.47	135.51
	1,055.02	776.48
Total	$ 151,693.34	94,579.70
LIABILITIES		
Current Liabilities -		
Bank Overdraft	$ 27,816.13	28,069.45
Accounts Payable:		
Conservation District Authority	106,292.20	49,570.86
Trade	235.80	500.00
Total Current Liabilities	134,344.13	78,140.31
Watershed Accounts -		
Sub-District Program Account - Exhibit "B"	8,139.16	7,213.66
General Board Program Account - Exhibit "C"	(537.12)	2,525.73
Emergency Reserve Account - Exhibit "D"	9,700.00	6,700.00
Equipment Account - Exhibit "F"	47.17	
	17,349.21	16,439.39
Total	$ 151,693.34	94,579.70

EXHIBIT "B"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF SUB-DISTRICT PROGRAM ACCOUNT REVENUE AND EXPENDITURE
For the Years Ended December 31st, 1982 and 1981

	Sub-District 44	Sub-District 45	Sub-District 46	1982 Totals	1981 Totals
Revenue -					
Municipal Levies	$ 18,121.49	29,975.85	7,484.15	55,581.49	53,704.2
Municipal Grants	24,771.73	46,008.88	18,854.46	89,635.07	62,091.3
Province of Manitoba Allocated Grant - Exhibit "E"	95,707.63	189,000.47	57,178.36	341,886.46	371,361.3
Special Grants					837.5
	138,600.85	264,985.20	83,516.97	487,103.02	487,994.5
Expenditure -					
Miscellaneous Crossing Repairs	40,155.22	34,935.51	12,853.64	87,944.37	66,130.7
Miscellaneous Weed and Brush Control	11,872.46	28,251.22	8,310.26	48,433.94	13,665.7
Channel Maintenance	30,847.56	1,534.48		32,382.04	43,834.1
Channel Inprovements	48,340.05	81,489.41		129,829.46	254,905.6
Channel Construction or Reconstruction		107,054.11	41,333.03	148,387.14	84,175.3
Structures and Culverts	2,559.61	17,454.52	19,186.44	39,200.57	10,320.1
Erosion Protection Works					14,102.3
	133,774.90	270,719.25	81,683.37	486,177.52	487,134.1
Revenue Over (Under) Expenditures	4,825.95	(5,734.05)	1,833.60	925.50	860.4
Add -					
Balance at Beginning of Year	(2,175.28)	7,000.92	2,388.02	7,213.66	6,353.2
Balance at End of Year - Exhibit "A"	$ 2,650.67	1,266.87	4,221.62	8,139.16	7,213.6

EXHIBIT "C"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF GENERAL BOARD PROGRAM ACCOUNT

REVENUE AND EXPENDITURE
For the Years Ended December 31st, 1982 and 1981

	1982	1981
Revenue -		
Municipal Levies	$ 9,048.16	8,742.55
Province of Manitoba:		
Allocated Grant - Exhibit"E"	72,943.01	63,166.89
Interest Earned	2,091.84	3,134.84
Farmer Assistance Revenue	7,537.53	8,413.62
Career Internship Program Grant	3,653.65	
Miscellaneous Revenue	382.98	
	95,657.17	83,457.90
Expenditure -		
Administration	8,772.99	10,133.00
Remuneration	12,966.58	9,729.46
Wages and Benefits	18,415.83	13,111.64
Rent	960.00	1,230.00
Public Education and Extension	1,357.77	61.43
Forage Seed Assistance	49,219.39	45,291.77
Public Relations	374.90	
Career Internship Program	3,652.06	
	95,719.52	79,557.30
Transfer to Emergency Reserve Account Exhibit "D"	3,000.00	4,000.00
Previous Years Adjustment	.50	
	98,720.02	83,557.30
Revenue Over (Under) Expenditure	(3,062.85)	(99.40)
Add -		
Balance at Beginning of Year	2,525.73	2,625.13
Balance at End of Year - Exhibit "A"	$ (537.12)	2,525.73

EXHIBIT "D"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF EMERGENCY RESERVE ACCOUNT
For the Years Ended December 31st, 1982 and 1981

		1982	1981
Balance at Beginning of Year	$	6,700.00	2,700.00
Transfers from General Board Program Account - Exhibit "C"		3,000.00	4,000.00
Balance at End of Year - Exhibit "A"	$	9,700.00	6,700.00

EXHIBIT "E"

STATEMENT OF PROVINCE OF MANITOBA GRANT ACCOUNT
For the Years Ended December 31st, 1982 and 1981

		1982	1981
Grants Received	$	414,829.47	434,528.24
Less -			
Allocation to Watershed Programs:			
Sub-District Program - Exhibit "B"		341,886.46	371,361.35
General Board Program - Exhibit "C"		72,943.01	63,166.89
	$	NIL	NIL

EXHIBIT "F"

STATEMENT OF EQUIPMENT ACCOUNT REVENUE AND EXPENDITURE
For the Year Ended December 31st, 1982

		1982	1981
Equipment Revenues	$	568.61	NIL
Expenses -			
Fuel and Oil		81.18	
Parts and Repairs		286.42	
Miscellaneous Tools		106.59	
Depreciation Expense		47.25	
		521.44	
Revenue Over Expenditure - Exhibit "A"	$	47.17	NIL

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITIES GRANTS COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A to C and Schedule 1, of The Universities Grants Commission for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Universities Grants Commission as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

July 25, 1983,
Winnipeg, Manitoba.

Exhibit A

THE UNIVERSITIES GRANTS COMMISSION

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Cash on hand and in bank	$ 3,093,969	$ 395,147
Cash in transit from the Minister of Finance	-	1,140,352
Amount recoverable from the Province of Manitoba	6,183	4,799
Due from Winnipeg School Division	-	171
	$ 3,100,152	$ 1,540,469
LIABILITIES		
Accounts payable:		
Grants	$ 1,940,308	$ 180,178
Other	16,136	3,448
	1,956,444	183,626
The Universities Grants Fund (Note 1), Exhibit C	1,143,708	1,356,843
	$ 3,100,152	$ 1,540,469

Exhibit B

THE UNIVERSITIES GRANTS COMMISSION

Statement of Operating Revenues and Expenditures for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Revenues:		
Province of Manitoba grants:		
Revenue appropriation:		
Department of Education	$ 140,650,394	$ 119,818,280
Special grants:		
Department of Education for the Commission's operations	73,885	58,050
Interest income	11,096	49,062
Total revenues	140,735,375	119,925,392
Special program	-	84,000
	$ 140,735,375	$ 120,009,392
Expenditures:		
Operating and capital grants (Note 1):		
The University of Manitoba	$ 112,999,145	$ 95,894,268
The University of Winnipeg	15,355,520	12,189,326
Brandon University	9,526,015	8,354,737
St. Boniface College	2,111,727	1,828,009
	139,992,407	118,266,340
Support programs:		
Computer Network	303,703	195,015
Inter-Universities program in Northern Manitoba	359,781	307,000
	663,484	502,015
Administrative and other, Schedule 1	292,619	285,240
Total expenditures	140,948,510	119,053,595
Special program	-	84,000
	$ 140,948,510	$ 119,137,595
Expenditures over (under) revenues, Exhibit C	$ 213,135	$ (871,797)

Exhibit C

THE UNIVERSITIES GRANTS COMMISSION

Statement of the Universities Grants Fund
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Balance, beginning of year	$ 1,356,843	$ 485,046
Expenditures over (under) revenues, Exhibit B	213,135	(871,797)
Balance, end of year, Exhibit A	$ 1,143,708	$ 1,356,843
Particulars of the Fund:		
Committed:		
Miscellaneous capital:		
University of Manitoba	$ -	$ 321,666
University of Winnipeg	63,613	30,543
St. Boniface College	4,379	7,063
	67,992	359,272
Additional miscellaneous capital:		
University of Manitoba	546,978	-
University of Winnipeg	58,700	-
Brandon University	94,700	-
	700,378	-
Specific capital projects:		
University of Manitoba	188,358	600,103
University of Winnipeg	807,932	-
Brandon University	50,000	-
	1,046,290	600,103
Uncommitted:		
Capital	-	8,232
Operating	-	389,236
	-	397,468
	1,814,660	1,356,843
Future commitments (Note 3)	(670,952)	-
	$ 1,143,708	$ 1,356,843

Schedule 1

THE UNIVERSITIES GRANTS COMMISSION

Schedule of Administrative and Other Expenditures for the year ended March 31, 1983 (with 1982 figures for comparison)

	1983	1982
Automobile and travelling	$ 8,101	$ 8,644
Furniture and equipment	16,845	4,561
Office rentals, power and janitorial services	25,276	30,253
Post-Secondary Demand Study	2,438	1,093
Postage and telephone	3,208	3,817
Printing and stationery supplies	3,869	6,536
Professional fees	4,978	13,116
Remuneration of Commission members	13,568	14,190
Salaries and employee benefits	210,705	199,732
Subscriptions	987	991
Sundry	2,644	2,307
Total administrative and other expenditures, Exhibit B	$ 292,619	$ 285,240

THE UNIVERSITIES GRANTS COMMISSION

Notes to Financial Statements
for the year ended March 31, 1983

1. Accounting Policies

The Universities Grants Commission's annual financial statements are prepared using the accrual basis of accounting except for interest on cash balances, expenditures on leasehold improvements and equipment purchases, and pension payments. Interest on cash balances is taken into account in the year that it is received. Leasehold improvements and equipment purchases are charged to expenditures in the year of acquisition. Pension payments are charged to expenditures as the payments are made under the provisions of the Manitoba Civil Service Superannuation Act.

Operating and capital grants to the Universities reflect expenditures to the Universities for their annual operations and approved capital projects. Annual operating grants are paid on a scheduled basis to meet the Universities' operating requirements; capital grants are paid after expenditures have been incurred and claimed. Approved capital grants which are unclaimed as of a certain date of each year are reflected as commitments of the Commission in the Universities Grants Fund as indicated in Exhibit "C".

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension payments made to retired employees. A provision is not made in the accounts to fund current or past service obligations of the Commission to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Commission's employees amounted to $138,695 as at December 31, 1982.

2. Health and Post Secondary Education Tax Levy

The health and post secondary education tax levy in respect of The Universities Grants Commission's salaries was funded from an appropriation within the Department of Education and is not recorded in the accounts of the Commission. The funding for this purpose amounted to $1,906.

3. Future Commitments

Commitments of $670,952 for capital grants for which claims have not been received by the established cut-off date are covered by the Annual Appropriations Act which authorizes future commitments.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITY OF MANITOBA

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Statements A to C and Schedules 1 to 32, of The University of Manitoba for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The equipment value as shown on the balance sheet does not include the value of equipment purchased during the period April 1, 1975 to December 31, 1977 as explained in note 1.k.

Except for the comment in the preceding paragraph, in our opinion, these financial statements present fairly the financial position of The University of Manitoba as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

June 21, 1983,
Winnipeg, Manitoba.

STATEMENTS

The University of Manitoba
Comparative Balance Sheet
as at March 31, 1983 and March 31, 1982

Statement A

Assets

	1983	*1982*
Cash and Bank	$ 2,300,726	$ 5,409,068 (1)
Marketable Investments for General Purposes (Note 1i)	10,129,810	8,600,470 (2)
Receivable from the Universities Grants Commission (Note 2)	1,730,957	360,436 (3)
Accounts Receivable:		
General	4,886,317	4,531,758 (4)
Research and Special	6,736,635	3,247,098
Inventories (Note 1j)	2,187,318	1,732,962 (5)
Prepaid Insurance	144,594	154,776
Discount on Debentures	551,500	551,500
	28,667,857	24,588,068
Investments Held for Specific Purposes (Note 1i)	12,117,549	8,216,554 (2)
Funds on Deposit with The Great-West Life Assurance Company for Staff Benefits	5,643,601	4,936,761
Fixed Assets: (Notes 1k and 3)		
Buildings and Sites	97,079,766	95,873,411 (6)
Equipment and Furnishings	74,940,529	66,026,515
Construction in Progress	7,221,150	5,264,106 (7)
	179,241,445	167,164,032
	$225,670,452	$204,905,415

Liabilities and Fund Balances

	1983	*1982*
Accounts Payable	$ 9,726,287	$ 7,822,106 (8)
Demand Loan (Note 4)		2,250,000
Deferred Income	369,717	248,261 (9)
	10,096,004	10,320,367
Province of Manitoba — Capital Advance	4,736,573	4,864,763
Debentures Payable: Guaranteed by the Province of Manitoba	21,153,473	21,325,942 (10)
Less: Assets on Deposit with the Province of Manitoba for Retirement of Debentures		
Cash	3,418,742	1,148,634
Investments (Note 1i)	11,028,926	11,866,402 (2)
	6,705,805	8,310,906
Fund Balances:		
General Fund:		
General Operating (Note 1b)	190,251	21,462 (11)
Research and Special (Note 1c)	17,825,995	12,499,543 (12)
Specific Provisions (Note 1d)	1,246,348	1,107,386 (13)
Capital Purpose (Notes 1e and 5)	(1,379,629)	(556,657) (14)
	17,882,965	13,071,734
Staff Benefits (Note 1f)	5,643,601	4,936,761 (15)
Trust and Endowment (Note 1g)	12,254,937	11,111,022 (16)
	35,781,503	29,119,517
Investment in Fixed Assets (Notes 1k and 3)	168,350,567	152,289,862
	$225,670,452	$204,905,415

APPROVED BY THE BOARD OF GOVERNORS

L. Melosky

L. C. Melosky — Chairman of the Board of Governors

AM Runciman.

A. M. Runciman — Vice-Chairman of the Board of Governors

(See Accompanying Notes and Schedules to the Financial Statements, Pages 523 to 570)

(Schedule references are in parenthesis.)

Comparative Statement of Changes in Fund Balances for the years ended March 31, 1983 and March 31, 1982

Statement B

	General Fund			
	General Operating Fund Account (Note 1b)	*Research and Special Fund Account (Note 1c)*	*Specific Provisions Fund Account (Note 1d)*	*Capital Purpose Fund Account (Note 1e & 5)*
Additions:				
Students' Fees and Charges	$ 14,834,381	$	$	$
Contributions, Donations and Loan Financing	20,870	46,227,125		250,000
Investment Income	3,307,590			
Student Assessments re Debt Interest Cost	7,841			
Overhead Allowances	848,220			
Special Projects Income	317,574			
Miscellaneous Income	206,761			
Universities Grants Commission Grants	111,889,852			1,102,571
Ancillary Enterprises	13,270,879			
	144,703,968	46,227,125	—	1,352,571
Deductions:				
Academic	85,562,055	38,878,432		
Other Academic	8,447,598	953,001		
Libraries	7,680,330	102,346		
Student Services	2,114,231	695,085		
Administration	7,675,416	49,009		
Plant Maintenance	15,373,469			
General	806,618	56,902		
Scholarships, Bursaries and Prizes	203,495	320,035		
Interest and Miscellaneous Expenses re Debentures	1,248,529			
Capital Advance	492,557			
Appropriated for Retirement of Debentures and Capital Advance	1,560,822			
Ancillary Enterprises	13,423,263			
Repayment of Loan Financing				2,500,000
Capital Expenditures				2,934,050
	144,588,383	41,054,810	—	5,434,050
Inter-Fund Transfers	192,166	154,137	—	3,258,507
Net Addition (Deduction) Before Appropriations	307,751	5,326,452	—	(822,972)
Appropriated to Specific Provisions (Note 1d)	(138,962)		138,962	
Net Addition (Deduction)	168,789	5,326,452	138,962	(822,972)
Balances Beginning of Year	21,462	12,499,543	1,107,386	(556,657)
Balances End of Year, Statement A	$ 190,251	$ 17,825,995	$ 1,246,348	$ (1,379,629)
	(11)	(12)	(13)	(14)

Staff Benefits Fund (Note 1f)	*Trust and Endowment Fund (Note 1g)*	*Total Funds 1983*	*Total Funds 1982*
$	$	$ 14,834,381	$ 13,322,841
752,319	3,842,246	51,092,560	43,632,134
724,403	1,226,352	5,258,345	5,008,322
		7,841	10,433
		848,220	651,793
		317,574	58,566
	21,800	228,561	220,221
		112,992,423	96,006,939
		13,270,879	11,118,757
1,476,722	5,090,398	198,850,784	170,030,006
		124,440,487	105,143,205
		9,400,599	8,094,470
		7,782,676	6,456,759
		2,809,316	2,300,667
	6,432	7,730,857	6,022,158
		15,373,469	12,851,454
769,882	158,185	1,791,587	1,485,293
	153,056	676,586	576,903
		1,248,529	1,258,303
		492,557	504,343
	24,000	1,584,822	1,253,719
		13,423,263	11,220,917
		2,500,000	—
		2,934,050	5,285,450
769,882	341,673	192,188,798	162,453,641
—	(3,604,810)	—	—
706,840	1,143,915	6,661,986	7,576,365
—	—	—	—
706,840	1,143,915	6,661,986	7,576,365
4,936,761	11,111,022	29,119,517	21,543,152
$ 5,643,601	$ 12,254,937	$ 35,781,503	$ 29,119,517
(15)	(16)		

(See Accompanying Notes and Schedules to the Financial Statements, Pages 523 to 570)

(Schedule references are in parenthesis.)

Comparative Statement of University Investment in Fixed Assets for the years ended March 31, 1983 and March 31, 1982

Statement C

	1983	*1982*
Additions:		
Fixed Assets	$ 12,077,414	$ 8,901,185
Principal Payments on Debt Retirement Net of Discount	2,422,469	162,931
Appropriated for Debt Retirement		
— Province of Manitoba Capital Advance	128,191	116,405
— University Sinking Fund	1,432,631	1,115,114
Net Change in the Year	16,060,705	10,295,635
Balance Beginning of Year	152,289,862	141,994,227
Balance, End of Year, Statement A	$168,350,567	$152,289,862

(See Accompanying Notes and Schedules to the Financial Statements, Pages 523 to 570)

(Schedule references are in parenthesis.)

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

a. Fund Accounting

The University follows a procedure of financial reporting the classification of resources for various purposes into separate Fund Accounts that correspond to major activities or objectives. The Balance Sheet combines the assets and liabilities of all Funds.

The University maintains its accounts with specific assets and liabilities segregated into a General Fund, a Staff Benefits Fund and a Trust and Endowment Fund. The General Fund is classified into Fund Accounts consisting of General Operating, Research and Special, Specific Provisions, and Capital Purpose. The Staff Benefits Fund is further classified into Fund Accounts consisting of Benefit Improvement and Maintenance, Self-Insured Income Disability Plan, and Group Insurance Experience Refunds.

b. General Operating Fund Account

The Universities Grants Commission classifies grants paid to the University as general operating, first claims, miscellaneous capital, special capital or major capital grants.

All funds received or accrued by the University for general operating purposes, for interest payments on first claims, and for miscellaneous and special capital expenditures for the current fiscal year are shown in the University's annual financial statements within the General Operating Fund Account in that fiscal year. Grant funds received for the principal portion of first claim payments applicable to debt retirement are shown in the Statement of University Investment in Fixed Assets.

Miscellaneous capital funds received or accrued for the current fiscal year are applied within the General Operating Fund Account to the extent of the current year's miscellaneous capital expenditures.

Major capital grants received or accrued against authorized projects are shown in the Statement of Changes in Fund Balances and in the Statement of University Investment in Fixed Assets.

c. Research and Special Fund Account

Additions and deductions in a fiscal year for research grants or contracts are governed by the following policy on revenue and expenditure recognition.

i) where a project begins and ends in the same fiscal year or ends in the immediately succeeding fiscal year all funds received or receivable are recognized as additions in the current fiscal year.

ii) where a project begins in one fiscal year but continues throughout more than one subsequent fiscal year an amount equal to the greater of either the funds received during the current year or the current years expenditures is recognized as additions in the current fiscal year.

iii) where a grant or contract has been renewed, any overexpenditure at March 31 is recorded as a receivable and is a first charge against the new grant or contract.

iv) where a grant or contract has not been renewed any over-expenditure is only recorded as receivable when it is recoverable from other grant sources.

d. Specific Provisions Fund Account

From time to time the University deems it advisable to create specific provisions for the replacement and improvement of fixed assets, for parking lot improvements and for non-insured benefits, in order to guarantee future funding for these requirements. Any such provisions are shown on the Statement of Changes in Fund Balances, following the net addition (deduction) before appropriations for the year.

All such provisions are reported as liabilities on the Balance Sheet in the Fund balances section and are designated as "Specific Provisions".

e. Capital Purpose Fund Account

Funds received by the University for capital purposes are reported in the Fund Balances section of the Balance Sheet, until such time as they are applied to the expenditures for which they are received.

f. Staff Benefits Fund

Benefit Improvement and Maintenance:

This Fund Account was established to meet the unfunded liability of the University of Manitoba Pension Plan and for other uses at the discretion of the Board of Governors of the University, after consultation with the Staff Benefits Committee. Funds from The Great-West Life Assurance Company experience refunds are credited to this account. These experience refunds arise from the University's former pension plan group annuity contracts and are applicable to the periods ended March 31, 1982 and March 31, 1983.

Self-Insured Income Disability Plan:

This Fund Account was established to cover long-term disability benefit payments arising on or after June 1, 1981, for full-time staff. Subject to reserve amounts established on advice from an actuary, this Fund Account may be used at the discretion of the Board of Governors of the University.

An actuarial valuation of the plan was completed in 1982 as of March 31, 1982. This valuation showed a surplus of $33,119.

Group Insurance Experience Refunds:

This Fund Acount is intended to suppport current and future staff benefit programs, as determined by the Board of Governors following consultation with the Staff Benefits Committee. Effective April 1, 1982 the premium cost to provide the basic Accidental Death and Dismemberment unit of $20,000 per staff member, and the 50% share of the Supplementry Health cost, formerly charged to Experience

Refunds, were charged to the Unemployment Insurance Premium Reduction Fund.

Funds from The Great-West Life Assurance Company for experience refunds related to the group insurance plans are credited to this Fund Account.

g. Trust and Endowment Fund

From time to time the University authorizes in its budget, expenditures from the General Operating Fund Account for certain programs, the funds for which are guaranteed from the Trust and Endowment Fund. These authorized expenditures are paid in the first instance from the General Operating Fund Account. The Board of Governors may authorize a transfer from the Trust and Endowment Fund in the appropriate amount for such expenditures at the end of the fiscal year, when required.

h. Accounting Basis

The University uses the accrual basis of accounting in preparing its annual financial statements, with the exception that it does not take into account in any fiscal year the amount of interest accrued either on its investments or on its debenture debt.

i. Investments

All funds available to the University are invested when it is practical to do so.

i) Short Term Investments —
Investments falling into this classification are reported at cost.

ii) Long-Term Investments —
Investments falling into this classification are reported at cost or amortized cost, as appropriate. Bonds acquired at a premium or discount of up to one point are amortized to par at date of acquisition. Amortization of other bond premiums and discounts is calculated on a straight line basis.

Gains or losses from the investments are recorded as trading transactions in the year of disposal, except in the case of security sales involving the reinvestment of the proceeds from the sale in a bond issue. In this case, the University carries forward any gain or loss in excess of one point for amortization over the term of the newly acquired bond.

Except where there are specific provisions to the contrary, endowment and trust funds are pooled and invested in the University Investment Trust. Investment income is distributed on a pro rata basis to each participating fund annually at March 31.

The market value of investments is disclosed as supplementary information only. Market values are not used in the determination of investment income. The market figures were taken from the investment summaries provided by the Canada Trust Company.

j. Inventories

Inventories have been valued at the lower of cost and market value.

k. Capitalization

All expenditures classified as major capital by the Universities Grants Commission such as buildings and related equipment and furnishings, sites, etc., including construction in progress are capitalized in the University's accounts and reflected in the annual financial statements as fixed assets at historical cost. No depreciation is charged on fixed asets.

Minor renovations, alterations, equipment and furnishings purchases from funds other than those for major capital purposes are recorded as operating expenditures.

Equipment and furnishings are shown on the Balance Sheet at an appraised value as at March 31, 1975, plus additions at cost since January, 1978, less disposals at book value. Additions during the period April 1, 1975 to December 31, 1977 are not shown on the Balance Sheet. The University is in the process of updating the records for this period. (See Note 3).

2. Universities Grants Commission Receivable

The Receivable from the Universities Grants Commission for miscellaneous and special capital projects is available from the Universities Grants Commission from grant allocations for the fiscal year ended March 31, 1983.

3. Equipment and Furnishings Purchases and Contractural Commitments

Equipment and furnishings purchased from other than major capital funds between January, 1978 and March 31, 1983 amounting to $25,937,963 have been added to fixed assets at cost. (See Note 1.k.).

The balance of contractual commitments relating to construction in progress amounts to $65,914 and is to be funded from the University's Centennial Capital Fund Campaign.

4. Line of Credit

Pursuant to The University of Manitoba Act, The Government of the Province of Manitoba by orders of the Lieutenant Governor-in-Council numbered 225/81 and 527/81 authorized the University of Manitoba to arrange a line of credit, guaranteed as to principal and interest, not exceeding $2,500,000 outstanding at any time for the purpose of providing bridge financing for the construction of the Max Bell Centre.

At March 31, 1982, $2,250,000 had been borrowed from the Scotiabank. A further $250,000 was borrowed during the fiscal year ended March 31, 1983.

Full repayment of the total loan of $2,500,000 was made prior to March 31, 1983 from contributions to the Centennial Capital Fund Campaign.

5. Capital Purpose Fund

The negative balance of $1,379,629 in the Capital Purpose Fund Account in Statement B represents costs incurred in excess of contributions received to March 31, 1983. The funding for these costs will be met from future contributions to the Centennial Capital Fund Campaign.

6. Leases

During the 1982-1983 fiscal year the 48 month lease for the Amdahl 470 V7 was upgraded to a 470 V8 for the balance of the lease. At March 31, 1983 there were six months remaining on the lease at a monthly commitment of $80,242 for equipment and $19,504 for maintenance.

There are additional monthly commitments of approximately $97,000 at March 31, 1983, relating to other significant computer equipment and maintenance leases. The remaining terms on these leases range from 1 to 12 months.

7. Ancillary Enterprises

The extraordinary expenditures reported in Schedule 24 Income and Expenditure, Ancillary Enterprises were incurred as a result of the following actions:

Book Department:

i) a major replacement of the cash registers was necessary during the year at a total cost of $138,472.

Food Services:

i) a major renovation to the Arts Canteen was undertaken and completed during the year at a cost of $151,581. This cost is to be recovered through sales income in the current and next two fiscal years.

ii) a new retail bake shop was established during the year and renovation and equipment costs totalled $20,093. This cost is to be recovered through sales income in the current and next fiscal year.

8. Pension Plan

The University of Manitoba administers the Pension Plan (1970) under the terms of an agreement with the University of Manitoba Pension Plan Trustees, dated December 31, 1973. The Trustees maintain custody of the Plan's assets and issue annual financial statements, which do not form part of the University's financial statements.

Audited financial statements covering the operation of the Plan for the year ended December 31, 1982 have been issued by the Trustees following an audit of the accounts by the provincial auditor.

An actuarial valuation to determine the Plan's position under the Pension Benefits Act of Manitoba as of December 31, 1981 was completed during 1982. This valuation showed a surplus of $2,289,000 based on the then current provisions. The Plan was amended in 1982 by increasing the dollar limit applicable to the Formula Pension to the level permitted by Revenue Canada regulations. Incorporation of this change in the pension limit of the Plan produced an unfunded liability of $2,273,000. The annual payments to liquidate this unfunded liability by December 31, 2000 are $220,000. For the year ended March 31, 1983 the funding requirement has been met by payment on December 31, 1982 of $455,400 from the Benefit Improvement and Maintenance Fund Account. This payment consisted of $220,000 for the 1981 Plan year plus interest of $15,400 and $220,000 for 1982.

9. Litigations

The University of Manitoba is named as a defendant in litigations where action by the plaintiff(s) has commenced or is anticipated. A potential liability of $185,000 plus interest and costs has been estimated by the University's solicitors. No provision has been recorded in the University's accounts as no actual liability exists as of this date.

10. Property Taxes

Property taxes are not reflected in the accounts of the University, as The University of Manitoba Act provides that such property is not subject to taxation. The Province of Manitoba provides the City of Winnipeg and other municipalities with grants in lieu of taxes.

11. Comparative Information

Comparative figures for the year ended March 31, 1982, have been restated where necessary to conform with the presentation adopted for March 31, 1983.

SCHEDULES

Schedule 1 **Cash and Bank**

	March 31, 1983	*March 31, 1982*
General Account:		
Cash on Hand	$ 31,747	$ 30.612
The Scotiabank — Winnipeg and New York	1,847,400	1,909,871
The Scotiabank — Debenture Coupons Account	1,747	1,738
The Canadian Imperial Bank of Commerce — Holdback Accounts	49,367	157,106
	1,930,261	2,099,327
Trust Account:		
Cash on Hand	1,268	1,108
The Royal Bank of Canada — Winnipeg	216,095	3,050,615
The Canadian Imperial Bank of Commerce — Capital Fund Campaign Account	153,102	258,018
Statement A	$ 2,300,726	$ 5,409,068

Schedule 2 **Investments**

			March 31, 1983	*March 31, 1982*
	Par Value	*Market Value*	*Book Value*	*Book Value*
Bonds and Debentures:				
Government of Canada	$ 3,779,500	$ 3,977,246	$ 3,769,659	$ 2,759,030
Provincial:				
Province of Manitoba	582,000	547,838	547,454	306,182
Other	533,000	454,582	538,400	538,700
Provincial Guaranteed:				
Province of Manitoba	13,823,000	11,403,787	10,733,633	11,725,382
Other	1,442,000	1,375,614	1,436,047	539,839
Municipal	214,000	189,770	214,000	219,000
School Districts	24,000	22,939	24,000	70,000
Other	2,565,000	2,298,552	2,569,797	2,481,675
	22,962,500	20,270,328	19,832,990	18,639,808
Stocks:				
No Par Value		9,249	7,490	7,530
Par Value	25,442	82,623	47,866	53,940
Savings Certificates, Term Deposits and Treasury Bills	13,351,743	13,342,008	13,341,103	9,847,258
Mortgages		47,409	46,836	134,890
Total Investments	$36,339,685	$33,751,617	$33,276,285	$28,683,426
Held For:				
General Purposes, Statement A	$10,140,000	$10,129,769	$10,129,810	$ 8,600,470
Specific Purposes, Statement A	12,044,685	11,956,276	12,117,549	8,216,554
Retirement of Debentures, Statement A	14,155,000	11,665,572	11,028,926	11,866,402
	$36,339,685	$33,751,617	$33,276,285	$28,683,426

Schedule 3 Receivable from the Universities Grants Commission

	March 31, 1983	*March 31, 1982*
Miscellaneous Capital	$ 1,425,562	$ 231,062
Special Capital Projects	305,395	129,374
Statement A	$ 1,730,957	$ 360,436

Schedule 4 Accounts Receivable — General

Capital Projects	$ 228,521	$ 34,326
Loans to Students and Staff	119,678	105,984
Government Agencies and Hospitals	3,188,332	3,291,117
Book Store Receivables	105,252	110,903
Accountable Adances	221,382	210,775
Payroll Recoveries	52,518	115,683
Miscellaneous	970,634	662,970
Statement A	$ 4,886,317	$ 4,531,758

Schedule 5 Inventories

Ancillary Enterprises:		
Book Store	$ 1,521,607	$ 1,202,006
Food Services	158,376	142,310
Stores	314,087	236,087
Departmental:		
Commercial Dairy	7,562	5,603
Printing and Publication Services	24,003	18,525
Central Instrument Services	104,697	93,071
U of M Press	56,986	35,360
Statement A	$ 2,187,318	$ 1,732,962

Schedule 6 **Capital Expenditure on Buildings and Sites**	*March 31, 1983*	*March 31, 1982*
Agriculture Buildings	$ 8,573,340	$ 8,343,435
Home Economics Building	583,722	583,722
Arts Building	4,334,771	4,334,771
University College	3,569,476	3,569,476
Science Buildings	9,911,610	9,911,610
Zoology-Psychology Building	6,090,467	6,090,467
North/East Multi-Purpose Building	2,611,304	2,611,304
Pharmacy Building	816,575	816,575
Architecture Buildings	1,187,365	1,187,365
Education Buildings	2,558,485	2,558,485
Engineering Buildings	5,297,894	4,798,569
Law Building	1,450,778	1,450,778
School of Art Buildings	1,331,103	1,070,676
School of Music Building	614,178	614,178
Physical Education Buildings	4,487,383	4,487,383
Bison Building	1,175,419	1,175,419
University Centre Building	6,174,825	6,174,825
Central Services Building	211,778	211,778
Library Building	5,432,457	5,430,653
Residences	7,703,953	7,703,953
Dentistry Buildings (Including Land)	2,624,260	2,624,260
Medical Buildings (Including Land)	13,655,526	13,655,526
Glenlea Research Station (Including Land)	998,316	998,872
Central Chilling System	1,713,627	1,713,627
Power House	477,261	477,261
New Boiler	577,944	577,944
Food Science Building	517,041	517,041
Other Buildings	2,096,372	1,880,922
Track and Field Stadium Services	302,536	302,536
Statement A	$97,079,766	$95,873,411

Schedule 7 **Construction in Progress**		
Max Bell Centre	$ 7,093,781	$ 5,264,106
Earth Science Building	127,369	
Statement A	$ 7,221,150	$ 5,264,106

Schedule 8 **Accounts Payable**		
Payroll Liabilities	$ 4,116,217	$ 4,326,686
General	4,058,636	2,655,759
Capital Projects	1,324,179	820,641
Province of Manitoba		
— Health and Post Secondary Education Tax Levy	186,684	
— Sales Tax	40,571	19,020
Statement A	$ 9,726,287	$ 7,822,106

Schedule 9 **Deferred Income**		
Government of Canada Grant	$ 247,223	$ 172,907
Province of Manitoba Grant	53,028	23,783
Natural Sciences and Engineering Research Council Grant		5,445
Other Grant Advances	4,708	7,820
Insurance Claims and Miscellaneous	64,758	38,306
Statement A	$ 369,717	$ 248,261

Schedule 10 **Debentures Outstanding**	*Principal Outstanding* *March 31, 1983*	 *March 31, 1982*
Guaranteed as to Principal and Interest by the Government of the Province of Manitoba:		
Debentures:		
6% Series 1A Due December 1, 1984	$ 1,500,000	$ 1,500,000
5¾% Series 1F Due April 15, 1986	1,500,000	1,500,000
5½% Series 1G Due August 1, 1991	1,000,000	1,000,000
5⅜% Series 1H Due October 15, 1987	2,500,000	2,500,000
5⅜% Series 1J Due November 1, 1983	3,500,000	3,500,000
5⅛% Series 1K Due June 1, and December 1, 1983-1984	56,707	82,979
5⅛% Series 1L Due June 1, and December 1, 1983-1984	563,132	596,396
5⅛% Series 1M Due June 1, and December 1, 1983-1984	56,707	82,979
5⅛% Series 1N Due June 1, and December 1, 1983-1984	789,927	836,588
5½% Series 1P Due December 15, 1995	3,000,000	3,000,000
5¾% Series 1Q Due February 15, 1992	5,000,000	5,000,000
7½% Series 1R Due April 15, 1983-2001	1,687,000	1,727,000
Statement A	$21,153,473	$21,325,942

Schedule 11 **Changes to University General Operating Fund Account for the years ended March 31, 1983 and March 31, 1982**

	1983	*1982*
Additions:		
Net Addition in the Year Transferred from Statement B	$ 168,789	$ 1,355,196
Net Change in the Year	168,789	1,335,196
Balance Beginning of Year	21,462	(1,313,734)
Balance End of Year, Statement B	$ 190,251	$ 21,462

Schedule 12 **Changes to Research and Special Fund Account for the years ended March 31, 1983 and March 31, 1982**

	Balance March 31, 1982	*Additions*	*Deductions*	*Inter-Fund Transfers*	*Balance March 31, 1983*
Sponsored or Assisted Research:					
Government of Canada:					
Agriculture	$ 96,175	$ 193,400	$ 219,844	$	$ 69,731
Atomic Energy of Canada Ltd.	57,409	164,641	150,612		71,438
Social Sciences and Humanities Research Council	371,696	877,435	709,373		539,758
Central Mortgage and Housing Corporation	11,135	1,658	62		12,731
Energy Mines and Resources	9,356	34,843	33,874		10,325
Fisheries Research Board of Canada	12,637	75,800	76,838		11,599
Medical Research Council	638,818	6,100,400	6,360,306		378,912
Miscellaneous	231,559	3,108,144	3,306,319	5,000	38,384
National Health and Welfare	491,846	1,506,917	1,691,501		307,262
Natural Sciences and Engineering Research Council	2,383,512	8,523,346	6,827,205		4,079,653
Northern Studies	13,963	41,500	43,001		12,462
Transport	61,284	87,043	86,023		62,304
	4,379,390	20,715,127	19,504,958	5,000	5,594,559
Province of Manitoba:					
Agriculture	117,217	852,500	775,588		194,129
Miscellaneous	632,312	3,405,751	3,109,656		928,407
	749,529	4,258,251	3,885,244		1,122,536
Other:					
Business and Industry	368,787	774,896	593,917	6,344	556,110
Industrial Research	148,218	310,324	338,139		120,403
Foundations, Associations, Etc.	1,125,380	3,400,362	2,752,402		1,773,340
Individuals, Etc.	892,147	334,559	265,512	12,052	973,246
Manitoba Heart Foundation	308,311	993,640	975,519		326,432
National Cancer Institute of Canada	(42,130)	1,179,869	1,180,852		(43,113)
Special Projects	99,585	241,730	211,486	18,734	148,563
United States	223,591	1,227,344	895,811		555,124
	3,123,889	8,462,724	7,213,638	37,130	4,410,105
Subtotal	8,252,808	33,436,102	30,603,840	42,130	11,127,200

Schedule 12 **Changes to Research and Special Fund Account for the years ended March 31, 1983 and March 31, 1982**

	Balance March 31, 1982	*Additions*	*Deductions*	*Inter-Fund Transfers*	*Balance March 31, 1983*
Special Funds:					
Government of Canada:					
Social Sciences and Humanities Research Council	$ 74,490	$ 34,922	$ 77,245	$	$ 32,167
Miscellaneous	390,698	3,671,567	3,193,002		869,263
	465,188	3,706,489	3,270,247		901,430
Province of Manitoba:					
Agriculture	(2,688)	205,426	203,043		(305)
Miscellaneous	159,980	3,379,181	3,160,903		378,258
	157,292	3,584,607	3,363,946		377,953
Other:					
Business and Industry	40,747	15,716	10,697		45,766
Foundations, Associations, Etc.	161,680	720,659	470,121	1,022	413,240
Individuals, Etc.	1,939,613	2,346,603	1,558,688	97,385	2,824,913
Special Projects	242,623	1,668,543	1,457,236	13,600	467,530
	2,384,663	4,751,521	3,496,742	112,007	3,751,449
Subtotal	3,007,143	12,042,617	10,130,935	112,007	5,030,832
Scholarships, Bursaries and Prizes	20,030	324,179	320,035		24,174
	11,279,981	45,802,898	41,054,810	154,137	16,182,206
Disbursements Pending Receipt of Funds to Cover	1,219,562	424,227			1,643,789
		$46,227,125	$41,054,810	$ 154,137	
Balance End of Year, Statement B	$12,499,543				$17,825,995

Schedule 13 Changes to Specific Provisions Fund Account for the years ended March 31, 1983 and March 31, 1982

	Ancillary Furniture and Equipment Replacement	*Parking Lot Improvements*	*Copier and Word Processor Replacement*	*Vehicle Fleet Replacement*	*Printing Services Equipment Replacement*
Provided From:					
General Operating	$	$	$ 169,173	$ 23,268	$ 29,460
Ancillary Enterprises	120,977	276,692			
	120,977	276,692	169,173	23,268	29,460
Applied To:					
General Operating			385,012	46,589	759
Ancillary Enterprises	48,000	222,028			
	48,000	222,028	385,012	46,589	759
Net Change in the Year	72,977	54,664	(215,839)	(23,321)	28,701
Balance Beginning of Year	147,600	295,672	569,091	68,523	26,500
Balance End of Year, Statement B	$ 220,577	$ 350,336	$ 353,252	$ 45,202	$ 55,201

Non-Insured Benefits	Moving Equipment	Stadium Equipment	Total	
			1983	1982
$ 200,000	$ 17,780	$ 4,000	$ 443,681	$ 420,141
			397,669	413,961
200,000	17,780	4,000	841,350	834,102
			432,360	76,416
			270,028	192,977
			702,388	269,393
200,000	17,780	4,000	138,962	564,709
			1,107,386	542,677
$ 200,000	$ 17,780	$ 4,000	$ 1,246,348	$ 1,107,386

Schedule 14 Changes to Capital Purpose Fund Account for the years ended March 31, 1983 and March 31, 1982

	1983	*1982*
Additions:		
Demand Loan (Note 14)	$ 250,000	$ 2,250,000
Universities Grants Commission	1,102,571	32,502
	1,352,571	2,282,502
Deductions:		
Repayment of Demand Loan	2,500,000	
Major Capital Expenditures		
Max Bell Centre	1,829,675	5,124,505
Engineering Building	499,325	
School of Art Sculpture Studio	260,427	
Physical Plant & Energy Management Addition	215,450	
Earth Science Building	127,369	
Library Addition	1,804	6,220
Taché Hall Renovations		52,500
Other Building Alterations		102,225
	5,434,050	5,285,450
Inter-Fund Transfers	3,258,507	2,446,291
Net Change in the Year	(822,972)	(556,657)
Balance Beginning of Year	(556,657)	Nil
Balance End of Year, Statement B	$ (1,379,629)	$ (556,657)

Schedule 15 **Changes to Staff Benefits Fund for the years ended March 31, 1983 and March 31, 1982**

	Benefit Improvement and Maintenance	*Self-Insured Income Disability Plan*	*Group Insurance Experience Refunds*	*Total*	
				1983	*1982*
Additions:					
Experience Refunds (Note 1f)	$ 166,682	$	$ 88,527	$ 255,209	$ 737,064
Claims Fluctuations Reserve					325,000
Interest Earned for Period Net of Management and Administrative Service Fees	250,762	82,547	391,094	724,403	691,138
Payroll Deductions and Employer Matching Contributions		497,110		497,110	362,124
	417,444	579,657	479,621	1,476,722	2,115,326
Deductions:					
One-half of the Supplementary Health Premiums					30,639
One-half of the Post-Retirement Adjustments for Pensioners			163,467	163,467	145,772
Miscellaneous Benefit Premium			3,072	3,072	
Premiums for Basic Accidental Death and Dismemberment Insurance					30,386
Indemnity Payments		147,943		147,943	26,497
The University of Manitoba Pension Plan re: Unfunded Liability	455,400			455,400	284,000
	455,400	147,943	166,539	769,882	517,294
Net Change in the Year	(37,956)	431,714	313,082	706,840	1,598,032
Balance Beginning of Year	1,793,005	499,818	2,643,938	4,936,761	3,338,729
Balance End of Year, Statement B	$ 1,755,049	$ 931,532	$ 2,957,020	$ 5,643,601	$ 4,936,761

Schedule 16 Changes to Trust and Endowment Fund
for the years ended March 31, 1983 and March 31, 1982

	Capital Accounts	*Current Accounts*	*Total* 1983	*Total* 1982
Additions:				
Contributions	$ 226,277	$ 3,615,969	$ 3,842,246	$ 3,268,665
Investment Income		1,226,352	1,226,352	1,098,840
Income from Mines, Mineral Rights, etc.	17,600	4,200	21,800	41,043
Transfer from Current Accounts	39,365		39,365	108,378
Transfer from Capital Accounts				864
	283,242	4,846,521	5,129,763	4,517,790
Deductions:				
Awards	195	152,861	153,056	120,180
Transfer to Current Accounts				864
Transfer to Capital Accounts		39,365	39,365	108,378
Appropriated for Debenture Retirement		24,000	24,000	22,200
Administration Costs		6,432	6,432	5,087
Special Payment to The University of Manitoba Pension Plan		73,506	73,506	160,744
Benefit Premiums (Note 1f)				13,867
Other	289	84,390	84,679	35,123
	484	380,554	381,038	466,443
Inter-Fund Transfers	(46,760)	(3,558,050)	(3,604,810)	(2,718,792)
Net Change in the Year	235,998	907,917	1,143,915	1,332,555
Balance Beginning of Year	7,851,616	3,259,406	11,111,022	9,778,467
Balance End of Year, Statement B	$ 8,087,614	$ 4,167,323	$12,254,937	$11,111,022

Schedule 17 Inter-Fund Transfers
for the years ended March 31, 1983 and March 31, 1982

	General Operating	*Research and Special*	*Capital Purpose*	*Trust and Endowment*
Scholarships, Bursaries and Prizes	$ 43,760	$	$	$ (43,760)
Architecture Endowment Fund	6,302			(6,302)
Chair of Icelandic Language and Literature	23,814			(23,814)
Cleft Palate Fund	39,292			(39,292)
The Ewart Chair of Constitutional Law	2,185			(2,185)
Interest and Miscellaneous Expenditures re: Debentures	76,813			(76,813)
				(192,166)
Sponsored or Assisted Research		42,130		(42,130)
Special Funds		112,007		(112,007)
				(154,137)
Major Capital Projects:				
Max Bell Centre			3,258,507	(3,258,507)
March 31, 1983, Statement B	$ 192,166	$ 154,137	$ 3,258,507	$(3,604,810)
March 31, 1982	$ 180,482	$ 92,019	$ 2,446,291	$(2,718,792)

Schedule 18 **Students' Fees and Charges**

	March 31, 1983	*March 31, 1982*
Regular Session	$12,580,227	$11,480,331
Summer Session	955,868	819,403
Non-Credit Courses	1,224,266	937,728
Short Courses	74,020	85,379
Statement B	$14,834,381	$13,322,841

Schedule 19 **Investment Income (General Fund)**

Bank and Short-Term Investments	$ 1,874,959	$ 2,103,230
Sinking Fund Income for Retirement of Debentures	1,432,631	1,115,114
Statement B	$ 3,307,590	$ 3,218,344

Schedule 20 **Overhead Allowances**

Government of Canada	$ 514,916	$ 369,290
United States	63,577	65,709
Province of Manitoba	230,184	188,977
Miscellaneous Business, Industry and Foundations	39,543	27,817
Statement B	$ 848,220	$ 651,793

Schedule 21 **Special Projects Income**

Insurance Proceeds	$ 212,911	$ 3,578
Faculty of Arts Student Council	44,628	
University of Manitoba Faculty Assoc.	42,961	
Joseph Doupe Fund	14,192	662
Graduate Students' Association	2,882	54,326
Statement B	$ 317,574	$ 58,566

Schedule 22 **Miscellaneous Income (General Fund)**

Sale of Equipment	$ 7,721	$ 50,870
Miscellaneous	165,931	102,002
Rentals	33,109	26,306
Statement B	$ 206,761	$ 179,178

Schedule 23 **Universities Grants Commission Grants (General Operating Fund Account)**

General Operating	$106,049,495	$ 91,298,549
Special Grants	620,748	620,748
Miscellaneous Capital and Special Projects	4,059,537	2,889,138
Debenture Interest and Financing	1,160,072	1,166,002
Statement B	$111,889,852	$ 95,974,437

Schedule 24 **Income and Expenditure, Ancillary Enterprises for the years ended March 31, 1983 and March 31, 1982**

	Book Department	*Parking*	*Food Service*	*Residence*
Income	$ 5,821,979	$ 1,099,496	$ 4,912,322	$ 1,437,082
Expenditure:				
Salaries	924,507	419,172	1,974,699	768,849
Staff Benefits	71,809	36,386	120,281	59,778
Cost of Goods Sold	4,334,594		1,861,420	
Equipment, Alterations, Etc.	22,907	352,217	114,044	90,314
Supplies and Expense	445,113	236,634	839,808	440,585
	5,798,930	1,044,409	4,910,252	1,359,526
Net Income (Expenditure) Before Extraordinary Equipment and Renovation Expenditures and Appropriations	23,049	55,087	2,070	77,556
Extraordinary Equipment and Renovation Expenditures (Note 7)	138,472		171,674	
	(115,423)	55,087	(169,604)	77,556
Appropriated from (to) Specific Provisions	48,000	(54,664)	(49,123)	(71,854)
Net Income (Expenditure), 1983	$ (67,423)	$ 423	$ (218,727)	$ (5,702)
Net Income (Expenditure), 1982	$ (57,387)	$ 22,815	$ (157,814)	$ (130,758)

Total	
1983	*1982*
$13,270,879	$11,118,757
4,087,227	3,562,506
288,254	236,519
6,196,014	5,306,826
579,482	280,074
1,962,140	1,834,992
13,113,117	11,220,917
157,762	(102,160)
310,146	
(152,384)	(102,160)
(127,641)	(220,984)
$ (280,025)	
	$ (323,144)

Schedule 25 Net Academic Faculty Expenditure by Account and Funding *(Page 1)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Administrative Studies:					
General Operating					
Dean's Office	$ 85,364	$ 400	$ 21,467	$	$ 2,290
General Faculty	62,800	3,305	166,598		197,891
Accounting and Finance	724,301	16,234	30,430		9,887
Actuarial and Business Mathematics	391,470	8,730	20,123		4,775
Marketing	342,333	5,208	18,105		5,181
Business Administration	776,477	20,534	30,916		14,716
Program Development	54,052		14,145		1,076
Public Policy	329,814	5,839	14,830		5,856
Staff Benefits				233,732	
	2,766,611	60,250	316,614	233,732	241,672
Miscellaneous Capital					
Research	39,791	18,429	71,844	6,619	36,744
Special Funds	2,418	8,609	4,239	519	18,989
	2,808,820	87,288	392,697	240,870	297,405
Agriculture:					
General Operating					
Dean's Office	144,522	11,849	105,380		84,622
Agricultural Economics	648,417	43,195	93,456		31,078
Agricultural Engineering	509,569	16,323	73,618		22,001
Animal Science	616,118	66,168	321,001		37,712
Commercial Dairy			96,112		128,840
Entomology	230,173	3,373	57,700		21,322
Farm Management			551,699		275,849
Food Science	326,176	18,278	88,264		21,305
Glenlea Research Station	69,285		9,703		23,795
Plant Science	1,011,007	23,570	802,351		65,442
School of Agriculture	179,828	414	30,284		60,974
Soil Science	392,583	2,784	141,074		28,738
Staff Benefits				534,685	
	4,127,678	185,954	2,370,642	534,685	801,678
Miscellaneous Capital					
Research	425,455	1,773,279	832,414	138,654	1,989,326
Special Funds		27,451	143,825	10,935	61,823
	4,553,133	1,986,684	3,346,881	684,274	2,852,827
Architecture:					
General Operating					
Dean's Office	141,339	817	42,669		10,288
General Faculty	12,725	17,940	149,611		117,879
Architecture	389,191	222			13,676
City Planning	254,971	69			5,316
Environmental Studies	568,464	12,287	344		9,058
Interior Design	53[illegible]	1,988			29,457
Landscape Architecture	203,003	2,268	499		22,199
Policy Implementation					
Staff Benefits				177,304	
	2,103,780	35,591	193,123	177,304	208,873
Miscellaneous Capital					
Research	26,400	36,937	157	1,940	73,019
Special Funds					2,492
	2,130,180	72,528	193,280	179,244	284,384

		Deduct		Net Expenditure		
Equipment Alter., Etc.	Gross Expenditure	Inter-Departmental Income	Other Income	March 31, 1983	March 31, 1982	% Increase (Decrease)
$	$ 109,521	$	$	$ 109,521	$ 123,877	
20,648	451,242			451,242	409,801	
	780,852			780,852	650,323	
	425,098			425,098	385,752	
	370,827			370,827		
	842,643			842,643	994,033	
	69,273			69,273		
	356,339			356,339	292,242	
	233,732			233,732	137,417	
20,648	3,639,527			3,639,527	3,043,445	19.6
27,164	27,164			27,164	39,715	
4,119	177,546			177,546	126,897	
1,828	36,602			36,602	22,133	
53,759	3,880,839			3,880,839	3,232,190	20.1
27,160	373,533		2,852	370,681	284,105	
328	816,474			816,474	717,597	
1,443	622,954			622,954	496,450	
86	1,041,085			1,041,085	893,719	
6,303	231,255	231,183	21,573	(21,501)	(3,957)	
1,955	314,523			314,523	273,290	
20,438	847,986	37,470	455,135	355,381	330,351	
2,189	456,212			456,212	389,883	
1,056	103,839			103,839	87,883	
23,954	1,926,324		3,648	1,922,676	1,651,939	
863	272,363		19,229	253,134	263,332	
2,265	567,444			567,444	499,627	
	534,685			534,685	455,489	
88,040	8,108,677	268,653	502,437	7,337,587	6,339,708	15.7
296,483	296,483			296,483	76,399	
454,101	5,613,229			5,613,229	4,658,557	
36,741	280,775			280,775	301,755	
875,365	14,299,164	268,653	502,437	13,528,074	11,376,419	18.9
21,518	216,631		900	215,731	161,236	
26,136	324,291			324,291	261,756	
	403,089			403,089	405,899	
	261,356			261,356	216,369	
	590,153			590,153	517,246	
	565,532			565,532	493,933	
146	228,115		400	227,715	210,370	
					213	
	177,304			177,304	155,998	
47,800	2,766,471		1,300	2,765,171	2,423,020	14.1
35,518	35,518			35,518	42,731	
10,501	148,954			148,954	11,045	
	2,492			2,492	2,692	
93,819	2,953,435		1,300	2,952,135	2,479,488	19.1

Schedule 25 **Net Academic Faculty Expenditure by Account and Funding**

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Arts:					
General Operating					
Dean's Office	$ 148,337	$	$ 246,501	$	$ 80,310
General Faculty	72,338	18,265	112,022		125,513
Anthropology	766,777	40,750	61,461		26,095
Classics	160,175	338	11,878		5,608
Economics	1,156,106	59,939	48,324		42,023
English	1,566,890	43,300	33,915		46,829
Film and Theatre	27,852		7,428		10,558
Geography	664,975	35,200	78,359		35,545
German	274,580	14,160	17,224		10,352
History	1,451,180	50,389	55,817		42,849
Icelandic Language and Literature	61,190				2,175
Institute for Social and Economic Research	1,800	1,200			5,423
Judaic Studies	119,083	3,059	9,181		5,929
Modern Language Division		5,417	41,556		3,338
Native Studies	104,908	2,900	9,266		5,704
Philosophy	610,038	15,832	18,941		19,075
Political Studies	686,932	33,747	27,563		21,583
Psychology	1,959,790	124,304	198,573		105,952
Psychology — Service Centre	271,164	16,823	36,936		13,560
Religious Studies	289,544	12,492	15,302		10,243
Romance Languages	786,061	19,750	23,784		22,743
Slavic Studies	189,171	7,906	10,094		9,621
Sociology	1,093,002	65,196	50,461		39,544
Staff Benefits				1,106,901	
	12,461,893	570,967	1,114,586	1,106,901	690,563
Miscellaneous Capital and Special Projects					
Research	238,330	405,762	206,711	34,259	342,632
Special Funds	20,500	20,843	8,142	992	79,196
	12,720,723	997,572	1,329,439	1,142,152	1,112,391
Centre for Ukrainian Canadian Studies:					
Director's Office	41,430	136	6,640		4,200
Staff Benefits				1,468	
	41,430	136	6,640	1,468	4,200
Research	7,940			205	3,461
	49,370	136	6,640	1,673	7,661

		Deduct		Net Expenditure		%
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*Increase (Decrease)*
$ 14,851	$ 489,999		$	$ 489,999	$ 430,224	
10,051	338,189		3,772	334,417	271,534	
7,198	902,281			902,281	769,079	
	177,999			177,999	144,829	
89	1,306,481			1,306,481	1,167,549	
53	1,690,987			1,690,987	1,500,228	
473	46,311			46,311	41,526	
509	814,588			814,588	742,945	
	316,316			316,316	292,627	
191	1,600,426			1,600,426	1,454,224	
	63,365			63,365	59,532	
	8,423		91	8,332	970	
266	137,509			137,509	126,926	
922	51,233			51,233	44,235	
	122,778			122,778	100,332	
39	663,925			663,925	617,246	
	769,825			769,825	703,359	
7,458	2,396,077			2,396,077	2,030,924	
135	338,618		11,025	327,593	274,324	
	327,581			327,581	330,822	
330	852,668			852,668	740,410	
	216,792			216,792	191,711	
426	1,248,629			1,248,629	1,069,889	
	1,106,901			1,106,901	972,282	
42,991	15,987,901		14,888	15,973,013	14,077,727	13.5
283,722	283,722			283,722	76,888	
34,437	1,262,131			1,262,131	701,359	
3,361	133,034			133,034	42,187	
364,511	17,666,788		14,888	17,651,900	14,898,161	18.5
	52,406			52,406	26,299	
	1,468			1,468	525	
	53,874			53,874	26,824	100.8
	11,606			11,606		
	65,480			65,480	26,824	144.1

Schedule 25 Net Academic Faculty Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Continuing Education Division:					
General Operating					
Director's Office	$ 480,087	$ 28,356	$ 427,781	$	$ 192,716
Non-Credit Granting Courses	559,706	58,963	46,430		536,223
Summer School & Evening Credit Granting Courses	618,782	39,496	10,220		15,279
Staff Benefits				100,330	
	1,658,575	126,815	484,431	100,330	744,218
Miscellaneous Capital					
Research	10,500	10,897	9,824	3,718	239
Special Funds	325,481	54,501	166,032	29,103	973,002
	1,994,556	192,213	660,287	133,151	1,717,459
Dentistry:					
General Operating					
Dean's Office	75,861		65,226		5,632
General Faculty	82,706	3,695	201,347		125,195
Anatomy Section	147,369		66,904		9,439
General Clinic	2,249		273,874		242,453
Medical Microbiology	34,643		23,586		4,014
Oral Biology	513,717		141,917		28,287
Pharmacology	112,102		14,002		3,348
Preventive Dental Science	298,538	2,056	104,008		25,594
Private Practice Area			11,307		1,384
Rehabilitative Dental Science	637,033	7,793	85,408		26,638
School of Dental Hygiene	157,222	2,813	14,658		9,925
Stomotology	446,427	7,264	61,928		14,137
Staff Benefits				275,748	
	2,507,867	23,621	1,064,165	275,748	496,046
Miscellaneous Capital and Special Projects					
Research	70,491	86,160	170,760	19,887	183,758
Special Funds	119,363	105,622	146,367	16,312	353,232
	2,697,721	215,403	1,381,292	311,947	1,033,036
Education:					
General Operating					
Dean's Office	153,219	1,502	360,363		9,158
General Faculty	278,605	98,849	16,280		153,192
Curriculum: Humanities and Social Sciences	987,487	430			31,218
Curriculum: Mathematics and Natural Sciences	802,983	10,357	1,166		32,529
Educational Administration	448,156	9,050			25,167
Educational Psychology	535,934	4,635			18,058
In-Service Teachers Program		6,441	66		4,726
Staff Benefits				265,845	
	3,206,384	131,264	377,875	265,845	274,048
Miscellaneous Capital					
Research		11,618	2,168	503	11,769
Special Funds	153,076	50,638	46,086	16,143	752,140
	3,359,460	193,520	426,129	282,491	1,037,957

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$	$ 1,128,940		$	$ 1,128,940	$ 877,102	
1,708	1,203,030			1,203,030	1,103,539	
	683,777			683,777	702,438	
	100,330			100,330	86,386	
1,708	3,116,077			3,116,077	2,769,465	12.5
2,705	2,705			2,705	16,439	
757	35,935			35,935	72,169	
4,417	1,552,536			1,552,536	1,302,902	
9,587	4,707,253			4,707,253	4,160,975	13.1
	146,719			146,719	130,094	
31,641	444,584			444,584	485,596	
98	223,810			223,810	208,412	
538	519,114		314,220	204,894	209,740	
	62,243			62,243	56,119	
6,470	690,391			690,391	587,430	
	129,452			129,452	111,936	
3,342	433,538			433,538	372,770	
	12,691		6,762	5,929	8,894	
175	757,047			757,047	674,122	
315	184,933			184,933	187,033	
394	530,150			530,150	459,631	
	275,748			275,748	233,330	
42,973	4,410,420		320,982	4,089,438	3,725,107	9.8
125,287	125,287			125,287	345,573	
198,329	729,385			729,385	458,123	
51,745	792,641			792,641	312,075	
418,334	6,057,733		320,982	5,736,751	4,840,878	18.5
	524,242		300	523,942	440,160	
27,868	574,794			574,794	480,365	
366	1,019,501			1,019,501	955,104	
3,941	850,976		4,680	846,296	725,330	
677	483,050		9,758	473,292	428,531	
1,506	560,133		2,257	557,876	496,392	
	11,233			11,233	11,841	
	265,845			265,845	228,483	
34,358	4,289,774		16,995	4,272,779	3,766,206	13.5
30,388	30,388			30,388	10,302	
766	26,824			26,824	23,119	
23,684	1,041,767			1,041,767	860,024	
89,196	5,388,753		16,995	5,371,758	4,659,651	15.3

Schedule 25 Net Academic Faculty Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Engineering:					
General Operating					
Dean's Office	$ 220,173	$ 29,351	$ 59,079	$	$ 80,363
Civil Engineering	1,050,514	64,160	280,083		103,751
Electrical Engineering	950,718	169,190	305,559		118,007
Geological Engineering	107,917	3,565	10,250		5,872
Mechanical Engineering	849,026	110,374	353,326		75,927
Staff Benefits				357,868	
	3,178,348	376,640	1,008,297	357,868	383,920
Miscellaneous Capital and Special Projects					
Research	278,359	1,036,434	360,182	77,907	635,096
Special Funds	1,101	6,753	3,698	478	24,170
	3,457,808	1,419,827	1,372,177	436,253	1,043,186
Fine Arts:					
General Operating					
Director's Office	862,699	5,395	93,328		129,224
Staff Benefits				76,450	
	862,699	5,395	93,328	76,450	129,224
Miscellaneous Capital					
Research			771		10,650
Special Funds	3,200			116	21,580
	865,899	5,395	94,099	76,566	161,454
Graduate Studies:					
General Operating					
Dean's Office	99,829		111,839		47,482
Staff Benefits				18,042	
	99,829		111,839	18,042	47,482
Miscellaneous Capital					
Research		181,519		666	927
Special Funds					(1,550)
	99,829	181,519	111,839	18,708	46,859
Human Ecology:					
General Operating					
Dean's Office	62,556		32,406		5,921
General Faculty	30,142	20,251	47,820		32,559
Clothing and Textiles	284,969	10,474	62,604		17,612
Family Studies	343,588	9,567	29,903		15,187
Foods and Nutrition	398,043	10,598	72,401		24,681
Staff Benefits				111,434	
	1,119,298	50,890	245,134	111,434	95,960
Miscellaneous Capital					
Research		57,585	52,921	3,897	36,866
Special Funds			977	47	1,665
	1,119,298	108,475	299,032	115,378	134,491

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$ 13,361	$ 402,327	$	$	$ 402,327	$ 217,910	
5,804	1,504,312	13,080	3,460	1,487,772	1,291,536	
40,309	1,583,783			1,583,783	1,347,787	
135	127,739			127,739	101,558	
4,299	1,392,952			1,392,952	1,275,834	
	357,868			357,868	300,862	
63,908	5,368,981	13,080	3,460	5,352,441	4,535,487	18.0
685,286	685,286			685,286	208,387	
797,855	3,185,833			3,185,833	2,172,322	
1,072	37,272			37,272	21,927	
1,548,121	9,277,372	13,080	3,460	9,260,832	6,938,123	33.5
1,564	1,092,210		11,608	1,080,602	905,048	
	76,450			76,450	60,368	
1,564	1,168,660		11,608	1,157,052	965,416	19.9
45,131	45,131			45,131	19,317	
	11,421			11,421	72	
2,509	27,405			27,405	15,063	
49,204	1,252,617		11,608	1,241,009	999,868	24.1
1,618	260,768		8,590	252,178	217,175	
	18,042			18,042	15,443	
1,618	278,810		8,590	270,220	232,618	16.2
1,647	1,647			1,647	3,171	
265	183,377			183,377	50,581	
	(1,550)			(1,550)	223	
3,530	462,284		8,590	453,694	286,593	58.3
	100,883		5,975	94,908	85,288	
808	131,580		476	131,104	140,528	
2,683	378,342		16,019	362,323	320,513	
439	398,684			398,684	352,785	
832	506,555		905	505,650	429,618	
	111,434			111,434	92,409	
4,762	1,627,478		23,375	1,604,103	1,421,141	12.9
46,158	46,158			46,158	29,030	
7,445	158,714			158,714	240,339	
	2,689			2,689	(16)	
58,365	1,835,039		23,375	1,811,664	1,690,494	7.2

Schedule 25 Net Academic Faculty Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Law					
General Operating					
Dean's Office	$ 103,435	$ 12,183	$ 44,036	$	$ 106,197
General Faculty	974,758	8,130	124,582		13,045
Staff Benefits				94,647	
	1,078,193	20,313	168,618	94,647	119,242
Miscellaneous Capital					
Research	8,000	12,703		243	4,114
Special Funds	10,809		1,094	3,215	38,876
	1,097,002	33,016	169,712	98,105	162,232
Medicine:					
General Operating					
Dean's Office	166,592		145,131		16,376
General Faculty	288,685	71,301	214,879		276,799
Anaesthetics	339,594		49,349		15,449
Anatomy	479,506	2,025	136,212		40,299
Biochemistry	527,545		56,511		28,672
Central Animal Care			164,637		2,193
Computer — Operating			351,071		34,395
Computer — Rentals					
Continuing Medical Education	42,703		60,146		5,815
Family Practice Unit	225,310	10,858	58,949		41,128
Immunology	324,676		73,238		34,342
Internal Medicine	1,859,544		159,793		51,066
Microbiology	416,223	430	158,300		33,543
Obstetrics and Gynaecology	423,406	13,532	65,286		19,043
Northern Medical Unit	60,199	23,308	20,969		23,833
Opthalmology	52,592		17,664		3,285
Otolaryngology	64,874		11,562		2,207
Paediatrics	640,580	8,017	57,735		30,985
Pathology	390,653	10,000	98,677		17,564
Pharmacology	437,623		154,158		24,422
Physiology	581,180	24,550	221,311		60,699
Psychiatry	529,073	4,237	57,668		21,504
Radiology	48,429		16,221		1,107
School of Medical Rehabilitation	474,090		52,618		38,479
Social and Preventive Medicine	266,735		56,229		32,062
Surgery	701,532		156,578		24,009
Staff Benefits				965,028	
	9,341,344	168,258	2,614,892	965,028	879,276
Miscellaneous Capital and Special Projects					
Research	1,183,500	2,391,816	3,983,611	450,057	3,691,922
Special Funds	247,142	1,236,126	642,928	115,846	1,825,993
	10,771,986	3,796,200	7,241,431	1,530,931	6,397,191
Music:					
General Operating					
Director's Office	435,638	61,852	62,502		70,741
Staff Benefits				42,857	
	435,638	61,852	62,502	42,857	70,741
Miscellaneous Capital					
	435,638	61,852	62,502	42,857	70,741

Equipment Alter., Etc.	Gross Expenditure	*Deduct* Inter-Departmental Income	*Deduct* Other Income	*Net Expenditure* March 31, 1983	*Net Expenditure* March 31, 1982	% Increase (Decrease)
$ 2,714	$ 268,565	$	$ 13,786	$ 234,779	$ 235,134	
	1,120,515			1,120,515	966,971	
	94,647			94,647	86,058	
2,714	1,483,727		13,786	1,469,941	1,288,163	14.1
10,544	10,544			10,544	3,092	
	25,060			25,060	5,853	
	53,994			53,994	41,231	
13,258	1,573,325		13,786	1,559,539	1,338,339	16.5
	328,099			328,099	198,823	
201,411	1,053,075		2,425	1,050,650	785,733	
1,762	406,154			406,154	354,658	
2,564	660,606			660,606	572,774	
5,324	618,052			618,052	552,453	
10	166,840			166,840	144,632	
3,269	388,735	66,212	100,935	221,588	220,382	
398,908	398,908			398,908	297,440	
183	108,847			108,847	95,086	
498	336,743			336,743	300,460	
751	433,007			433,007	372,042	
1,953	2,072,356			2,072,356	1,822,368	
1,159	609,655			609,655	507,967	
104	521,371			521,371	453,655	
16,476	144,785	85,879		58,906	4,760	
215	73,756			73,756	65,153	
293	78,936			78,936	80,036	
1,515	738,832			738,832	629,914	
6,431	523,325			523,325	461,511	
4,421	620,624			620,624	586,967	
28,911	916,651			916,651	798,705	
	612,482			612,482	541,829	
	65,757			65,757	57,062	
2,883	568,070			568,070	513,365	
4,421	359,447			359,447	304,025	
164	882,283			882,283	774,112	
	965,028			965,028	819,057	
683,626	14,652,424	152,091	103,360	14,396,973	12,314,969	16.9
275,150	275,150			275,150	427,530	
1,561,413	13,262,319			13,262,319	11,328,363	
265,230	4,333,265			4,333,265	3,540,134	
2,785,419	32,523,158	152,091	103,360	32,267,707	27,610,996	16.9
472	631,205			631,205	593,704	
	42,857			42,857	39,163	
472	674,062			674,062	632,867	6.5
15,886	15,886			15,886	26,607	
16,358	689,948			689,948	659,474	4.6

Schedule 25 Net Academic Faculty Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
National Resource Institute:					
General Operating					
Director's Office	$ 127,904	$ 26,372	$ 32,529	$	$ 23,602
Staff Benefits				14,446	
	127,904	26,372	32,529	14,446	23,602
Miscellaneous Capital					
Research	1,933	56,313	3,334	1,946	16,181
Special Funds		200		3	1,041
	129,837	82,885	35,863	16,395	40,824
Nursing Education:					
General Operating					
Director's Office	939,177	2,639	109,235		67,500
Staff Benefits				85,691	
	939,177	2,639	109,235	85,691	67,500
Miscellaneous Capital					
Research	42,221	41,856	89,254	6,279	24,167
Special Funds	300			9	608
	981,698	44,495	198,489	91,979	92,275
Pharmacy:					
General Operating					
Dean's Office	467,715	25,853	115,277		66,878
Staff Benefits				47,934	
	467,715	25,853	115,277	47,934	66,878
Miscellaneous Capital					
Research		37,117	43,207	4,410	63,233
Special Funds					39
	467,715	62,970	158,484	52,344	130,150
Physical Education:					
General Operating					
Director's Office	611,933	37,153	74,495		86,618
Staff Benefits				57,924	
	611,933	37,153	74,495	57,924	86,618
Miscellaneous Capital					
Research	6,090	12,245	40,771	2,380	17,769
Special Funds		25,634	721	1,169	18,781
	618,023	75,032	115,987	61,473	123,168

		Deduct		Net Expenditure		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$ 1,622	$ 212,029			$ 212,029	$ 182,298	
	14,446			14,446	11,900	
1,622	226,475			226,475	194,198	16.6
					1,665	
1,680	81,387			81,387	46,720	
60	1,304			1,304	46	
3,362	309,166			309,166	242,629	27.4
184	1,118,735			1,118,735	940,990	
	85,691			85,691	71,596	
184	1,204,426			1,204,426	1,012,586	18.9
46,693	46,693			46,693	7,332	
3,311	207,088			207,088	92,955	
	917			917	501	
50,188	1,459,124			1,459,124	1,113,374	31.1
6,541	682,264			682,264	580,970	
	47,934			47,934	39,200	
6,541	730,198			730,198	620,170	17.7
18,460	18,460			18,460	17,912	
9,596	157,563			157,563	200,044	
	39			39	183	
34,597	906,260			906,260	838,309	8.1
2,703	812,902			812,902	679,403	
	57,924			57,924	42,188	
2,703	870,826			870,826	721,591	20.7
171,353	171,353			171,353	183,177	
6,969	86,224			86,244	47,989	
2,925	49,230			49,230		
183,950	1,177,633			1,177,633	952,757	23.6

Schedule 25 **Net Academic Faculty Expenditure by Account and Funding**

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Science:					
General Operating					
Dean's Office	$ 198,938	$	$ 64,654	$	$ 40,086
General Faculty	139,007	400	227,669		104,326
Applied Mathematics	410,710	21,919	24,330		20,484
Astronomy/Planetarium		2,670	27,968		13,223
Biological Sciences		33,266	75,546		23,503
Botany	442,198	22,087	108,272		38,862
Chemistry	1,149,320	129,750	292,791		169,146
Computer Science	871,806	147,384	72,837		91,850
Cyclotron Laboratory		1,364	145		4,799
Delta Research Station	76,128	229	56,331		21,486
Earth Sciences	650,145	38,174	229,854		52,272
Star Lake Field Station		10,000	2,600		7,545
Mathematics	1,294,297	15,089	51,531		33,395
Microbiology	546,505	34,365	144,172		70,276
Physics	1,128,106	90,707	329,577		99,258
Statistics	587,654	22,617	18,940		25,814
Zoology	878,956	51,678	190,756		44,197
Staff Benefits				855,027	
	8,373,770	621,699	1,917,973	855,027	860,522
Miscellaneous Capital					
Research	314,394	1,128,543	590,932	107,730	1,573,184
Special Funds	95,585	1,500	7,921	8,748	70,213
	8,783,749	1,751,742	2,516,826	971,505	2,503,919
Social Work:					
General Operating					
Director's Office	1,173,277	20,341	109,136		72,175
Staff Benefits				100,175	
	1,173,277	20,341	109,136	100,175	72,175
Miscellaneous Capital					
Research		850	109	16	(1,078)
Special Funds	98,150	28,831	13,133	8,097	298,654
	1,271,427	50,022	122,378	108,288	369,751
Total Academic:					
General Operating	56,683,343	2,552,003	12,591,331	5,523,536	6,364,438
Miscellaneous Capital and Special Projects					
Total Operating	56,683,343	2,552,003	12,591,331	5,523,536	6,364,438
Research	2,653,404	7,300,063	6,458,970	861,316	8,713,979
Special Funds	1,077,125	1,566,708	1,185,163	211,732	4,540,944
	$ 60,413,872	$ 11,418,774	$ 20,235,464	$ 6,596,584	$ 19,619,361

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$	$ 303,678	$	$	$ 303,678	$ 261,157	
24,832	496,234		234,523	261,711	281,328	
703	478,146			478,146	424,532	
2,858	46,719			46,719	34,062	
823	133,138			133,138	108,368	
17,396	628,815		5,772	623,043	553,348	
16,968	1,757,975	7,366	22,784	1,727,825	1,553,754	
42,976	1,226,853			1,226,853	952,482	
	6,308		4,809	1,499	(1,763)	
3,195	157,369	6,943	17,690	132,736	124,744	
5,550	975,995	210	8,286	967,499	909,239	
118	20,263		14,105	6,158	18,143	
	1,394,312			1,394,312	1,234,908	
21,626	816,944			816,944	741,781	
7,787	1,655,435		19,295	1,636,140	1,435,900	
	655,025	4,285	2,440	648,300	552,878	
11,816	1,177,403			1,177,403	1,008,580	
	855,027			855,027	730,012	
156,648	12,785,639	18,804	329,704	12,437,131	10,923,453	13.9
326,059	326,059			326,059	166,910	
762,654	4,477,437			4,477,437	4,137,378	
60,436	244,403			244,403	126,433	
1,305,797	17,833,538	18,804	329,704	17,485,030	15,354,174	13.9
	1,374,929			1,374,929	1,141,052	
	100,175			100,175	80,812	
	1,475,104			1,475,104	1,221,864	20.7
2,003	2,003			2,003	2,030	
	(103)			(103)	67,987	
822	447,687			447,687	151,608	
2,825	1,924,691			1,924,691	1,443,489	33.3
1,204,880	84,919,531	452,628	1,350,485	83,116,418	72,256,025	15.0
2,445,637	2,445,637			2,445,637	1,704,207	
3,650,517	87,365,168	452,628	1,350,485	85,562,055	73,960,232	15.7
3,854,198	29,841,930			29,841,930	24,441,872	
454,830	9,036,502			9,036,502	6,741,101	
$ 7,959,545	$126,243,600	$ 452,628	$ 1,350,485	$124,440,487	$105,143,205	18.4

Statement B

Schedule 26 **Net Other Academic Expenditure by Account and Funding**

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Computer Services:					
General Operating					
Computer Centre	$	$	$ 1,459,904	$	$ 174,529
Administrative Data Centre			718,597		8,504
Rentals					281,731
Staff Benefits				165,927	
			2,178,501	165,927	464,764
Miscellaneous Capital					
Special Funds			183,018	9,113	6,477
			2,361,519	175,040	471,241
Instructional Media:					
General Operating					
Director's Office			1,158,542		205,005
Staff Benefits				93,399	
			1,158,542	93,399	205,005
Miscellaneous Capital					
			1,158,542	93,399	205,005
Office of Industrial Research:					
Research	34,665	104,255	79,591	9,861	128,972
	34,665	104,255	79,591	9,861	128,972
Research Board:					
General Operating					
Graduate and Post-Doctoral Fellowships		584,286			
Research Grants	2,151	89,706	11,666		85,775
Research Board					2,358
Interdisciplinary Grants					750
Operating Expenses	2,250	192	25,005	4,828	34,894
	4,401	674,184	36,671	4,828	123,777
Miscellaneous Capital					
Research	849	266,733	4,604		33,809
	5,250	940,917	41,275	4,828	157,586
Colleges:					
General Operating					
Warden's Office — St. John's College	56,543		114,611	14,706	22,795
Rector's Office — St. Paul's College	41,972		96,523	10,979	32,474
Provost's Office — University College	20,138		65,004	7,678	20,022
	118,653		276,138	33,363	75,291
Miscellaneous Capital					
	118,653		276,138	33,363	75,291

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$ 19,930	$ 1,654,363	$ 62,607	$ 270,313	$ 1,321,443	$ 1,258,965	
	727,101	3,417		723,684	572,467	
3,109,667	3,391,398			3,391,398	2,358,749	
	165,927			165,927	132,165	
3,129,597	5,938,789	66,024	270,313	5,602,452	4,322,346	29.6
35,813	35,813			35,813	23,832	
65,498	264,106			264,106	262,176	
3,230,908	6,238,708	66,024	270,313	5,902,371	4,608,354	28.1
9,188	1,372,735	148,402	48,726	1,175,607	1,028,182	
	93,399			93,399	81,568	
9,188	1,466,134	148,402	48,726	1,269,006	1,109,750	14.4
145,802	145,802			145,802	93,398	
154,990	1,611,936	148,402	48,726	1,414,808	1,203,148	17.6
13,091	370,435			370,435	794,679	
13,091	370,435			370,435	794,679	(53.3)
	584,286		16,437	567,849	594,908	
31,582	220,880			220,880	153,985	
2,232	4,590			4,590	2,564	
	750			750	938	
1,770	68,939			68,939	56,481	
35,584	879,445		16,437	863,008	808,876	6.7
1,793	1,793			1,793		
12,465	318,460			318,460	210,725	
49,842	1,199,698		16,437	1,183,261	1,019,601	16.1
2,836	211,491			211,491	187,460	
666	182,614			182,614	168,083	
340	113,182	21,834	145	91,203	100,706	
3,842	507,287	21,834	145	485,308	456,249	6.4
44,416	44,416			44,416	12,439	
48,258	551,703	21,834	145	529,724	468,688	13.0

Schedule 26 Net Other Academic Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Total Other Academic:					
General Operating	$ 123,054	$ 674,184	$ 3,649,852	$ 297,517	$ 868,837
Miscellaneous Capital					
Total Operating	123,054	674,184	3,649,852	297,517	868,837
Research	35,514	370,988	84,195	9,861	162,781
Special Funds			183,018	9,113	6,477
	$ 158,568	$ 1,045,172	$ 3,917,065	$ 316,491	$ 1,038,095

Schedule 27 Net Library Expenditure by Account and Funding

	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Libraries:					
General Operating					
Dafoe Library	$ 1,475,935		$ 2,157,589	$	$ 2,000,904
Dental Library	46,307		54,965		45,592
Law Library	74,666		194,607		242,352
Medical Library	138,183		261,696		315,307
St. John's College Library	36,068		28,349		10,154
St. Paul's College Library	37,620		56,339		36,428
Staff Benefits				375,955	
	1,808,779		2,753,545	375,955	2,650,737
Miscellaneous Capital					
Total Operating	1,808,779		2,753,545	375,955	2,650,737
Research			14,772	269	5,170
Special Funds	31,010		52	1,807	44,537
	$ 1,839,789		$ 2,768,369	$ 378,031	$ 2,700,444

Schedule 28 Net Student Services Expenditure by Account and Funding

	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
Alumni Association	$	$	$ 62,418	$ 5,406	$ 24,144
Chaplain's Office					4,119
Counselling Services	434,195	20,439	36,374	38,290	56,172
Director — Student Advisor Services	26,568		44,073	5,766	9,110
Native Student Advisor			14,330	585	1,189
Recreation and Athletics	262,133	31,088	538,092	51,361	579,058
Student Awards Office	53,534		130,374	16,040	12,547
Student Health Services			292,443	23,378	29,061
Student Housing and Conference Services			87,552	4,578	15,114
International Centre for Students	9,951		19,953	2,173	3,108
Unibus					65,283
U.M.S.U. Special Projects					12,000
University Centre Commission					51,164
	786,381	51,527	1,225,609	147,577	862,069
Miscellaneous Capital					
Total Operating	786,381	51,527	1,225,609	147,577	862,069
Research					5,000
Special Funds	36,434	22,850	36,680	5,478	583,395
	$ 822,815	$ 74,377	$ 1,262,289	$ 153,055	$ 1,450,464

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$ 3,178,211	$ 8,791,655	$ 236,260	$ 335,621	$ 8,219,774	$ 6,697,221	22.7
227,824	227,824			227,824	129,669	
3,406,035	9,019,479	236,260	335,621	8,447,598	6,826,890	23.7
25,556	688,895			688,895	1,005,404	
65,498	264,106			264,106	262,176	
$ 3,497,089	$ 9,972,480	$ 236,260	$ 335,621	$ 9,400,599	$ 8,094,470	16.1

Statement B

$ 24,996	$ 5,659,424	$ 1,052	$ 34,894	$ 5,623,478	$ 4,681,676	
	146,864			146,864	125,477	
268	511,893			511,893	434,100	
132	715,318			715,318	593,865	
	74,571			74,571	65,985	
	130,387			130,387	118,996	
	375,955			375,955	319,607	
25,396	7,614,412	1,052	34,894	7,578,466	6,339,706	19.5
101,864	101,864			101,864	16,193	
127,260	7,716,276	1,052	34,894	7,680,330	6,355,899	20.8
296	20,507			20,507	37,512	
4,433	81,839			81,839	63,348	
$ 131,989	$7,818,622	$ 1,052	$ 34,894	$ 7,782,676	$ 6,456,759	20.5

Statement B

$ 6,346	$ 98,314		$	$ 98,314	$ 102,571	
	4,119			4,119	2,918	
667	586,137		21,397	564,740	470,026	
5,754	91,271			91,271	164,359	
	16,104			16,104	98	
26,765	1,488,497		878,459	610,038	473,037	
	212,495		15,216	197,279	170,446	
1,006	345,888		65,965	279,923	231,670	
5,941	113,185		30,000	83,185	20,572	
	35,185			35,185	1,313	
29	65,312		23,117	42,195	23,666	
	12,000			12,000	9,003	
	51,164			51,164	51,164	
46,508	3,119,671		1,034,154	2,085,517	1,720,843	21.2
28,714	28,714			28,714	76,819	
75,222	3,148,385		1,034,154	2,114,231	1,797,662	17.6
	5,000			5,000		
5,248	690,085			690,085	503,005	
$ 80,470	$ 3,843,470		$ 1,034,154	$ 2,809,316	$ 2,300,667	22.1

Statement B

Schedule 29 Net Administration Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
President and Vice-Presidents' Offices	$ 534,993	$	$ 583,982	$ 87,098	$ 369,107
Admissions Office			416,869	32,855	119,049
Board of Governors			73,290	6,227	24,084
Communications			48,199	3,287	2,053
Comptroller's Office			1,533,887	124,620	204,776
Employee Relations and Personnel			600,514	49,287	79,986
Institutional Analysis			188,282	16,184	15,176
Internal Audit			96,841	7,738	5,178
Legal Fees					59,587
Office Machine Services			106,309	8,921	53,829
Planning Office			290,468	24,386	13,063
Printing and Publications Services			475,884	41,677	507,776
Senate Secretariat			85,963	7,265	15,439
Student Records Office			536,625	42,899	201,916
Treasurer's Office			119,604	10,730	50,960
University Relations and Information		1,140	71,867	4,511	161,720
	534,993	1,140	5,228,584	467,685	1,883,699
Miscellaneous Capital					
Total Operating	534,993	1,140	5,228,584	467,685	1,883,699
Research	4,730	4,584	21,570	2,228	12,396
Special Funds		101			1,400
	$ 539,723	$ 5,825	$ 5,250,154	$ 469,913	$ 1,897,495

Schedule 30 Net Physical Plant and Energy Management Expenditure by Account and Funding

General Operating			
Central Instrument Services	$ 238,929	$ 21,419	$ 32,579
Insurance			244,502
Operations and Maintenance			
Energy Management	1,934,011	166,232	281,429
Physical Plant and Safety	1,562,021	132,871	176,764
Buildings and Grounds	3,499,031	327,869	243,655
Post Office and Mail Service	181,976	14,035	579,808
Security	501,678	44,815	37,155
Utilities:			
Colleges			181,278
Energy Conservation	15,301	1,163	75,779
Fuel — Fort Garry			2,563,059
Fuel — Medical and Dental			1,039,060
Light, Power and Water			2,446,263
Telephone	32,367	3,021	931,064
Vehicle Fleet			20,691
Workers Compensation			74,078
	7,965,314	711,425	8,927,164
Miscellaneous Capital and Special Projects			
Total Operating	7,965,314	711,425	8,927,164
Special Funds			
	$ 7,965,314	$ 711,425	$ 8,927,164

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$ 28,673	$ 1,603,853	$ 123,500	$	$ 1,480,353	$ 1,219,953	
3,892	572,665			572,665	507,826	
18	103,619			103,619	89,492	
352	53,891			53,891		
5,787	1,869,070		9,109	1,859,961	1,568,957	
5,455	735,242	15,881		719,361	671,749	
2,021	221,663			221,663	177,353	
2,086	111,843			111,843	116,183	
	59,587			59,587	128,897	
528,471	697,530	294,652	331	402,547	(28,603)	
8,793	336,710			336,710	293,089	
33,400	1,058,737	920,261	242,275	(103,799)	(81,405)	
482	109,149			109,149	95,339	
3,245	784,685		34,865	749,820	625,120	
	181,294		82,205	99,089	104,581	
2,484	241,722	92,595		149,127	159,709	
625,159	8,741,260	1,446,889	368,785	6,925,586	5,648,240	22.6
749,830	749,830			749,830	283,369	
1,374,989	9,491,090	1,446,889	368,785	7,675,416	5,931,609	29.4
2,000	47,508			47,508	78,218	
	1,501			1,501	7,244	
$ 1,376,989	$ 9,540,099	$ 1,446,889	$ 368,785	$ 7,724,425	$ 6,017,071	28.4

Statement B

$ 22,640	$ 315,567	$ 128,839	$ 29,771	$ 156,957	$ 183,941	
26,147	270,649			270,649	234,082	
263,298	2,644,970	213,254	51,874	2,379,842	2,884,527	
53,918	1,925,574	25,468		1,900,106	1,245,779	
76,307	4,146,862	188,018	106,887	3,851,957	3,222,394	
2,649	778,468	561,438	28,283	188,747	195,278	
28	583,676	409,000		174,676	139,048	
195	181,473			181,473	130,358	
32,278	124,521			124,521	61,397	
	2,563,059	372,407	396,072	1,794,580	1,285,331	
	1,039,060	10,738		1,028,322	837,934	
	2,446,263	331,780	103,787	2,010,696	1,664,644	
	966,452	951,119	5,062	10,271	(8,263)	
51,069	71,760	48,438		23,322	(1,906)	
	74,078		15,063	59,015	39,278	
528,529	18,132,432	3,240,499	736,799	14,155,134	12,113,822	16.9
1,218,335	1,218,335			1,218,335	721,909	
1,746,864	19,350,767	3,240,499	736,799	15,373,469	12,835,731	19.8
					15,723	
$ 1,746,864	$19,350,767	$ 3,240,499	$ 736,799	$15,373,469	$12,851,454	19.6

Statement B

Schedule 31 Net General Expenditure by Account and Funding

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
Calendars	$	$	$	$	$ 53,045
Convocation			61,137	5,591	107,360
Handicapped Transport					196
Miscellaneous					56,863
Mosaic	3,600	1,920	28,713	2,486	19,053
Ombudsman			42,809	2,372	622
Outreach Programmes		4,000	1,468	121	17,999
Private Funding			64,619	5,204	29,585
Retiring Allowances				75,441	
Space and Other Rentals					
Supplementary Pensions				524,416	
University of Manitoba Press			45,039	3,808	4,330
United Appeal			1,250		102
	3,600	5,920	245,035	619,439	289,155
Miscellaneous Capital					
Total Operating	3,600	5,920	245,035	619,439	289,155
Special Funds		892	9,666	863	43,886
	$ 3,600	$ 6,812	$ 254,701	$ 620,302	$ 333,041
Total Schedules 25 to 31:					
General Operating	$ 59,940,150	$ 3,284,774	$ 33,659,270	$ 8,143,134	$ 21,846,099
Miscellaneous Capital and Special Projects					
Total Operating	59,940,150	3,284,774	33,659,270	8,143,134	21,846,099
Research	2,693,648	7,675,635	6,579,507	873,674	8,899,326
Special Funds	1,144,569	1,590,551	1,414,579	228,993	5,220,639
	$ 63,778,367	$ 12,550,960	$ 41,653,356	$ 9,245,801	$ 35,966,064

		Deduct		Net Expenditure		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1983*	*March 31, 1982*	*% Increase (Decrease)*
$	$ 53,045		$ 4,812	$ 48,233	$ 18,967	
3,836	177,924			177,924	155,529	
469	665			665	879	
	56,863			56,863	101,830	
	55,772			55,772	49,661	
	45,803			45,803	18,150	
	23,588			23,588	20,397	
34	99,442			99,442	86,152	
	75,441		12,071	63,370	65,919	
25,752	25,752			25,752	41,736	
	524,416		372,737	151,679	93,369	
839	54,016			54,016	45,116	
	1,352			1,352	1,250	
30,930	1,194,079		389,620	804,459	698,955	15.1
2,159	2,159			2,159	15,671	
33,089	1,196,238		389,620	806,618	714,626	12.9
1,595	56,902			56,902	43,639	
$ 34,684	$ 1,253,140		$ 389,620	$ 863,520	$ 758,265	13.9

Statement B

$ 5,639,613	$132,513,040	$ 5,377,328	$ 4,250,358	$122,885,354	$105,474,812	16.5
4,774,363	4,774,363			4,774,363	2,947,837	
10,413,976	137,287,403	5,377,328	4,250,358	127,659,717	108,422,649	17.7
3,882,050	30,603,840			30,603,840	25,563,006	
531,604	10,130,935			10,130,935	7,636,236	
$ 14,827,630	$178,022,178	$ 5,377,328	$ 4,250,358	$168,394,492	$141,621,891	18.9

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Dr. John Earl Abra Scholarship in Orthodontics	$ 2,780	$ 308	$ 3,088
Agriculture and Home Economics Loan Fund	2,828	10,003	12,831
Agriculture Faculty Awards	7,099	485	7,584
Sir James Aikins Funds	10,976	1,252	12,228
Aaron Akman Scholarship Fund	5,057	585	5,642
Dr. Frank Allen Medal Fund	1,795	198	1,993
Anatomical Research Fund	45,754	11,049	56,803
Clara Kemila Anderson Memorial Fund	5,000	129	5,129
Arthur Andersen & Co. Fellowship		7,692	7,692
Frances J. Anderson Trust Fund	24,857	2,908	27,765
T. A. (Stoney) Anderson Gold Medal	700	59	759
Architecture Endowment Fund		34,480	34,480
Armed Forces Memorial Award	6,380	719	7,099
The Henry Percy Armes Memorial Lectures Fund	12,000	2,950	14,950
Doreen Ash Memorial Prize	1,245	146	1,391
Association of Professional Engineers of Manitoba Fund	10,000	2,346	12,346
The Charles Lorraine Atkinson Fund	36,000	4,387	40,387
The A. J. Averbach Memorial Prize	1,000	111	1,111
Back to the Land Assistance Association Prize	11,136	1,288	12,424
Rose Dora Baru Prize	1,384	153	1,537
Emma J. Bates Memorial Fund	9,441	1,700	11,141
Michael Beach Memorial Fund	3,072	723	3,795
Ed and Evelyn Bell Bursary	2,000	216	2,216
C. K. Bell Memorial Fund	1,072	119	1,191
L. Nian Bellan Memorial Scholarship Fund		666	666
The Caroline Berbrayer Scholarship Fund	22,092	2,488	24,580
The Edith Rose Berger Scholarship in Judaic Studies	3,117	340	3,457
Estate of Harry Berger	2,964	336	3,300
Rozelle Berger Bursary	4,000	17	4,017
Norman S. Bergman Bursary	829	71	900
Mr. and Mrs. J. Billinkoff Bursary		182	182
Bison Foundation	9,438	3,613	13,051
The Olafur Bjornson Prize	745	83	828
Lt. James Wallace Black Memorial Award	1,081	104	1,185
Dr. William Bloom Prize		1,035	1,035
The Jack Blumberg Memorial Prize	1,024	114	1,138
Boise Cascade Scholarship	8,000	468	8,468
Dorothy Bolton Scholarship Fund	2,016	59	2,075
Botany-Dalgarno Distinguished Visitor Award		7,619	7,619
Dr. Manly Bowles Scholarship	2,908	329	3,237
The Walter Brandt Memorial Bursary		13	13
Dr. George A. Brass Scholarship Fund	9,673	3,681	13,354
Alan Bronfman Family Scholarship	32,503	5,287	37,790
The Rosa Brook Scholarship Fund	2,978	339	3,317
The Israel Brotman Memorial Bursary	2,209	495	2,704
Helen Broughton Prize	1,409	28	1,437
Estate of Dora M. Brown		13,128	13,128
Neil Kay Brown Memorial Bursary	5,287	612	5,899
Richard Brown Memorial Bursary	2,300	263	2,563
George Brownell Memorial Award Fund	14,819	1,637	16,456
Robert Bruce Memorial Fund	2,887	325	3,212
Dr. Michael Bruser Memorial Bursary	6,492	741	7,233
Dr. Michael Bruser Memorial Fund	6,615	772	7,387
Nathan S. Bubbis Memorial Bursary	11,853	1,348	13,201
The Manley Burshtein Memorial Bursary in Medicine	8,241	948	9,189
Estate of Sarah F. Burshtein	5,979	684	6,663
Dr. L. W. Caldbick Scholarship	1,953	222	2,175

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
James H. Cameron Scholarship	$ 10,199	$ 1,158	$ 11,357
Janet Ian Cameron Memorial Bursary	1,599	562	2,161
The Caminetsky Prize in Pharmacology and Therapeutics		674	674
Dr. and Mrs. Ralph Campbell Outreach Award	1,428	217	1,645
Dr. William F. Campbell Scholarship in Orthodontics	3,529	400	3,929
Dr. Peter Cansfield Memorial Fund	1,484	113	1,597
Canada Northlands Development Award	5,740	809	6,549
Patricia Card Memorial Bursary	2,239	256	2,495
E. V. Caton Memorial Scholarship	3,117	362	3,479
Chair of Icelandic Language and Literature	217,934		217,934
Chairman of the Board, Special Opportunity Trust Fund	500	99	599
The Chancellor's Prize Fund	3,021	335	3,356
Muriel Brooks Childerhose Memorial Scholarship	2,225	505	2,730
Alice M. Chisholm Bursaries	5,657	427	6,084
Charles Gray Chown Scholarship Fund	338,400	110,293	448,693
Dr. H. H. Chown Prize Fund	5,480	1,227	6,707
W. J. Christie Memorial Bursary	7,677	1,214	8,891
A. J. Christie Prize	2,613	478	3,091
Colonel Edward Churchill Prize	1,473	163	1,636
Maurice Chusid Memorial Bursary	4,071	454	4,525
Class of Arts and Science '30 Prize	605	67	672
Dr. John W. Clay Medal Fund	1,163	128	1,291
John W. Clay Scholarship Fund	8,566	1,421	9,987
Cleft Palate Fund	64,700	12,423	77,123
Anne Cohen Memorial Bursary	10,934	1,290	12,224
Benjamin Cohen Scholarship	3,012	344	3,356
Sara and Moses Cohen Prize in Law	1,166	129	1,295
Dr. E. N. Cole Memorial Fund	2,803	313	3,116
College of Physicians and Surgeons Loan Fund	20,440	8,838	29,278
Roma Collins Memorial Fund		1,289	1,289
Commerce Students Fund for Physical Facilities	16,000	1,183	17,183
Hazel G. Cook Memorial Cancer Research Bequest	42,505	41,653	84,158
Samuel Corman Memorial Bursary	2,264	262	2,526
H. I. Corne Prize	1,242	138	1,380
Estate of Elva S. Corrigill	45,405	6,666	52,071
June Helen Coulter Memorial Fund	10,000	1,170	11,170
Peter L. Coultry Memorial Book Prize	1,153	129	1,282
Estate of James C. Dalgarno	120,917	24,298	145,215
Catherine Elizabeth Davidson Bursaries in Medicine	2,477	281	2,758
Lorna M. Davis Scholarship		627	627
The Dr. N. Demchuk Award	2,685	296	2,981
Dental Licensure Committee Fund	2,213	314	2,527
Emilie Sumi Denny Bursary Fund	3,000	89	3,089
Estate of Dr. Agnes Isabelle Dodds	7,577	15,992	23,569
Joseph Doupé Medal Fund	4,206	460	4,666
Dr. Joseph Doupé Memorial Bursaries	3,758	440	4,198
The Ieleane Downey Memorial Book Prize	1,085	121	1,206
Anthony G. Draper Memorial Prize	646	72	718
B. B. Dubienski Memorial Fund	10,000	296	10,296
August Dyck Scholarship Fund	2,513	563	3,076
Frank Edick Memorial Prize	500	56	556
Earth Sciences Spectrometer Fund		4,350	4,350
Grettir Eggertson Fund	2,591	4,801	7,392
The Mary Jane Ego Scholarship	5,512	609	6,121
Eleventh Field Ambulance Fund		501	501
Gissur Eliasson Memorial Scholarship	5,040	583	5,623

Schedule 32 Trusts and Endowments

	Capital Account		*Current Account*		*Total*
The University Investment Trust Fund:					
Miriam Green Ellis Fund in Animal Science	$	29,942	$	20,782	$ 50,724
Miriam Green Ellis Fund in Plant Science		29,190		10,853	40,043
Employers' Association of Manitoba Scholarship in Commerce		11,351		1,288	12,639
Audrey Watts Ensminger and Francis Watts Johnson Scholarship		5,001		555	5,556
Esther Brina Erenberg Memorial Scholarship		1,663		189	1,852
Sarah Essers Book Prize		771		85	856
The Ewart Chair of Constitutional Law		20,000			20,000
The John S. Ewart Memorial Fund		63,757		8,540	72,297
Faculty of Dentistry Library Trust Fund		13,708		1,893	15,601
Douglas Bartlett Fahlgren Memorial Prize		2,498		279	2,777
The Ethel M. Falardeau Scholarship (or Bursary) Fund		3,555		411	3,966
Dr. Ivy Falardeau Memorial Bursary Fund		11,196		1,250	12,446
William Fedorus Award		1,835		50	1,885
The E. P. Fetherstonhaugh Memorial Scholarship Fund		32,958		3,616	36,574
Financial Executives Institute — Winnipeg Chapter		1,000		41	1,041
Fay Finestone Achievement Award		500		25	525
Sam Finkle Memorial Bursary		20,712		4,207	24,919
The David R. Finkelstein Memorial Bursary		3,190		369	3,559
Kenneth Finkelstein Prize in Sculpture		1,075		122	1,197
Miriam Finkelstein Memorial Bursary		2,569		298	2,867
Dr. Robert Fletcher Gold Medal in Education		613		68	681
Captain Ross Flewin Book Prize				84	84
Alf Francis Memorial Prize		1,500		168	1,668
Heinz Frank Memorial Scholarship		8,553		973	9,526
Dr. Joseph Freeman Memorial Book Prize		535		60	595
John Kenneth Galbraith Award Fund				974	974
Dr. H. P. H. Galloway Memorial Scholarship		15,335		2,707	18,042
Dr. Matthew Henry Garvin Estate		3,114		697	3,811
Dona Pilley Gauthier Memorial Scholarship				1,018	1,018
General Trust		1,390,596		656,090	2,046,686
Morris and Bella Genser Bursary		3,000		814	3,814
The Gershfield Estate Scholarship		1,277		145	1,422
Alexander Gibson Memorial Lectureship Fund				133	133
Ronald Gibson Scholarship in Music				313	313
J. M. Gilchrist Bursary		5,286		612	5,898
Thorsteinn J. Gislason Memorial Scholarship		11,621		1,344	12,965
Cyril H. Goulden Memorial Scholarship		2,600		310	2,910
Mr. and Mrs. S. W. Golden Prize		554		61	615
Graduate Award in Pharmacology and Therapeutics		500		127	627
Dr. John M. Grahame Scholarship Fund		6,037		681	6,718
James H. Gray Medal Fund		504		56	560
Hart Green Junior Memorial Prize in Criminal Procedure		1,164		129	1,293
Dr. N. H. Greenberg Memorial Book Award		550		63	613
Gilbert T. Gregory Memorial Prize		1,445		160	1,605
Edward Oliver Grimsdick Memorial Prize		592		65	657
Gershon and Adela Grubert Memorial Scholarship		4,402		453	4,855
Pall Gudmundson Scholarship Fund		60,340		16,693	77,033
Estate of Joseph E. Guertin		108,768		89,771	198,539
Dr. John A. Gunn Memorial Scholarship in Surgery		4,225		462	4,687
Eldon Hagglund Memorial Acquisition Fund		42,517		12,541	55,058
Dr. F. W. L. Hamilton Scholarship Fund		5,609		621	6,230
Joan Harland Scholarship Fund		4,813		539	5,352
Jack Hart Memorial Scholarship				739	739
Margaret Elder Hart Graduate Study Award		5,982		656	6,638

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
The Hart Scholarship	$ 3,255	$ 362	$ 3,617
Viktor Havlicek Memorial Fund	10,000	804	10,804
John W. Hawryluk Memorial Scholarship	7,100	994	8,094
Leonard Heaton Memorial Scholarship	15,582	1,773	17,355
Dr. Frank Hechter Book Award	750	92	842
Gerald M. Hechter Bursary in Engineering	7,099	736	7,835
Irving L. Hechter Book Award	1,000	114	1,114
Shirley Joy Hechter Memorial Award	2,353	261	2,614
Dr. Ted Hechter Scholarship Fund	940	101	1,041
Mary E. Hedley Fellowship	5,240	2,686	7,926
Dr. R. L. Hedley Memorial Research Fund		2,280	2,280
William J. Hill Memorial Fund	3,868	423	4,291
The Hirsch Memorial Prize	1,287	149	1,436
History Interdisciplinary Fund	1,412	54	1,466
Madge Hogarth Bursary Fund	10,000	1,129	11,129
The Alexandra Wrightson Hogg Scholarship	33,902	4,021	37,923
Dr. A. W. Hogg Bequest	260,347	270,285	530,632
Reverend Joseph Hogg Scholarship	37,282	5,359	42,641
Dr. A. W. Hogg Bequest (Faculty Loan Fund)		43,688	43,688
Dr. Esther Gorsey Hollenberg Memorial Scholarship	19,507	2,430	21,937
Bernice and William Holub Medical Library Fund	5,068	476	5,544
Home Economics Manitoba Association Bursary	4,882	557	5,439
Human Ecology Students' Society Bursaries	4,244	484	4,728
Edith F. Hudson Memorial Fund	10,000	7,555	17,555
J. Edgar Hudson B.Sc. Bursary		1,443	1,443
The Hon. Mr. Justice Hudson Prize in Law	2,142	238	2,380
The Professor W. M. Hugill Memorial Scholarship	9,447	1,077	10,524
Victoria Hull Memorial Fund	3,590	345	3,935
The Marcus Hyman Memorial Scholarship	3,111	360	3,471
Molly Hyman Award in Art		460	460
Samuel Hyman Memorial Prize	1,175	128	1,303
I.B.M. Fellowship in Computer Science		1,575	1,575
Immunology Pharmacia	40,000	4,434	44,434
Imperial Seed Co. Ltd. Scholarship	25,470	3,711	29,181
Indian and Metis Education Alumni Fund		2,757	2,757
Institute for Social and Economic Research	241,672	28,638	270,310
Interlake Grassland Society Bursaries	10,155	1,442	11,597
Leonard Isaacs Scholarship	6,408	720	7,128
Isbister Scholarships	41,680	4,970	46,650
Sonia Roffman Isenberg Prize	548	61	609
Jared Israels Memorial Fund	13,418	1,451	14,869
Sarah and Simon Israels Memorial Fund	10,325	4,871	15,196
Richard Jackson Memorial Bursary	5,538	632	6,170
The Dr. Elmer S. James Memorial Fund	21,988	14,135	36,123
Dr. A. V. Johnson Memorial Book Prize	561	63	624
C. Meredith Jones Memorial Award	1,885	110	1,995
Rose Kare Memorial Fund	1,000	111	1,111
Hung-Pin and Liu-Shih Kao Scholarship	2,500	140	2,640
The Sadie Karr Memorial Book Prize	1,009	113	1,122
Aaron Katz Memorial Scholarship	1,462	338	1,800
The Frances and Hyman Kay Bursary	3,289	380	3,669
The Mr. and Mrs. Samuel Fred Kay Bursary	3,177	367	3,544
Kellogg Foundation Medical Loan Fund	11,255	24,028	35,283
Kellogg Foundation School of Dentistry Loan Fund	14,293	32,356	46,649
Dr. Frank Kennedy Memorial Fund		1,334	1,334
H. W. Kennedy Scholarship Fund	2,078	232	2,310
Joan Kennett Memorial Award		463	463

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
E. B. Kernaghan Bursary	$ 29,276	$ 3,199	$ 32,475
Dr. Alvin Klady Memorial Fund	2,539	277	2,816
Klieforth Prize in American History	1,137	127	1,264
Howard Sorrell Koven Memorial Fund	411	549	960
Adalsteinn Kristjanson Scholarship	67,832	7,809	75,641
Leonard Krueger Scholarship in Dentistry	1,030	118	1,148
Leonard Krueger Centennial Award	1,000	442	1,442
Steve Kucyk Scholarship or Fellowship	10,632	1,242	11,874
Landscape Architecture Award Fund	1,000	596	1,596
Dr. T. J. Lamont Memorial Prize Fund	7,084	3,344	10,428
Sarah Ann Lambert Memorial Fund	12,233	2,651	14,884
Dr. W. G. Lamberd Memorial Fund	2,123	193	2,316
C. E. L'Ami Prize in Slavic Studies	5,354	664	6,018
The Rosabelle Searle Leach Scholarship	5,412	626	6,038
Dr. J. M. Lederman Memorial Fund	9,012	851	9,863
Alexander Robert Leonard Scholarship	8,337	941	9,278
Ed Letinsky Annual Sketch Prize		303	303
Irving Levi Prize in Geology	357	40	397
David Levin Memorial Scholarship	2,210	252	2,462
James Palmer Lewis Lectureship Fund		990	990
The Winona Lightcap Memorial Scholarship	3,500	402	3,902
Professor Robert J. Lockhart Memorial Fund	25,725	15,124	40,849
The William McLeod Lougheed Memorial Bursary	6,162	703	6,865
Dr. G. Lubinsky Memorial Scholarship	2,432	278	2,710
Albert Lucas Prize Fund	1,150	125	1,275
Elizabeth Luginbuhl Memorial Award	5,667	161	5,828
Michael Lyseyko Memorial Scholarship	3,750	112	3,862
MacLachlan-Hart Gold Medal Fund	1,992	232	2,224
Irwin H. Mael Pharmacy Student Loan Fund	512	208	720
Laurell Maley Memorial Bursary Fund	2,583	294	2,877
Mykyta I. Mandryka Scholarship	2,055	229	2,284
Manitoba Dental Association — Dental Hygiene Student Loan Fund	2,694	6,117	8,811
Manitoba Diamond Jubilee Scholarship Fund	1,184	131	1,315
Ralph Allan Mann Memorial Fund	6,204	2,018	8,222
Connie and Major Margolis Bursary	3,356	371	3,727
Mr. and Mrs. Max Margolis Prize	4,851	540	5,391
Anne Matas Memorial Prize in English	1,338	149	1,487
Charles A. May Memorial Bursary	702	82	784
The Alexander McIntyre Prize in Education	3,527	390	3,917
Allan McKean Memorial Scholarship	4,399	509	4,908
John McKechnie Memorial Scholarship	6,814	788	7,602
M.C.L. Bird Station Bursaries	13,452	1,782	15,234
Mrs. V. McLaughlin Memorial Award		313	313
Dr. Harry Percival McPhail Memorial Scholarship	5,840	679	6,519
Medal of Merit in Home Economics	2,349	258	2,607
Medical Faculty Women's Club Centennial Prize in Medicine	1,884	206	2,090
Medical Faculty Women's Club Loan Fund	1,217	1,136	2,353
Medical Immunology Special Research Fund	20,000	2,217	22,217
Medical Library Trust Fund	35,417	3,229	38,646
Medical Research Fund	5,102	9,050	14,152
Betty Meltzer Memorial Prize	1,006	112	1,118
Sara Meltzer Memorial Prize	3,606	394	4,000
Lillian Slusman Meyers Bursary in Medicine		464	464
Estate of Sam Miscan	35,672	20,537	56,209
Estate of Sydney L. Morantz	5,000	758	5,758
L. D. Morosnick Prize	1,203	133	1,336
Estate of Mona G. Morrison		2,731	2,731
Jean Morton Memorial Bursary	3,661	413	4,074
W. L. Morton Gold Medal in History	1,191	131	1,322

Schedule 32 **Trusts and Endowments**

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
George Mower Memorial Prize	$ 647	$ 69	$ 716
Dan Muir Memorial Award	6,120	571	6,691
Paul Myers Memorial Award	704	78	782
Terry Jon Myers Award	2,285	250	2,535
Neaman-Shenkarow Opportunity Fund	10,000	3,047	13,047
Samuel M. Neamtan Memorial Scholarship	4,759	541	5,300
Walter C. Newman Fund	10,190	5,310	15,500
Nicholson Memorial Fund	4,150	460	4,610
Dr. J. R. W. Nicholson Prize in Medicine	1,000	63	1,063
The Nickerson Prize in Pharmacology and Therapeutics	3,739	409	4,148
The Mr. Justice and Mrs. I. Nitikman Prize	1,150	127	1,277
The Alex Noble Memorial Scholarship	2,405	267	2,672
Bernard Noonan Memorial Fund	881	96	977
Northern Sales Co. Ltd. — C. O. Swartz Fund	25,000	5,308	30,308
Mark Lewis Nozick Memorial Scholarship	9,430	1,052	10,482
Nursing Education Endowment Fund	29,101	10,713	39,814
Old Age Pensions Society of Manitoba Incorporated	1,000	111	1,111
The Mindel and Tom Olenick Medal and Prize in Microbiology	5,064	564	5,628
Dr. Morley Oretzki Scholarship Fund	1,452	223	1,675
William James Osborne Scholarship	7,025	1,048	8,073
Max Panitch Memorial Prize		83	83
Halsey A. Park Memorial Prize	277	31	308
H. C. Pentland Memorial Fund		639	639
Florence Pauls Prize in Nursing	1,344	201	1,545
Nels and Elvira Pearson Scholarship Fund	3,482	386	3,868
Personnel Association of Greater Winnipeg	1,000	111	1,111
Aaron Jenkins Perry Memorial Scholarship	47,540	4,694	52,234
David Renfrew Petrie Memorial Medal	1,290	143	1,433
Richard (Dick) Lorne Pierce Bursary	2,309	296	2,605
Carol-Anne Plezia Memorial Scholarship Fund	8,603	162	8,765
Mr. and Mrs. Charles Portnuff Prize in Medicine	1,568	359	1,927
Baird Poskanzer Memorial Fund	4,300	1,551	5,851
Estate of Thomas James Pounder	26,514	15,276	41,790
Edward Ross Pressman Memorial Bursary	3,014	470	3,484
John Angus Prescott Memorial Book Prize		543	543
President's Special Projects Fund		958	958
Estate of J. M. Pritchard	10,000	1,108	11,108
William J. Condo Prosthodontic Bursary Fund	12,000	7,588	19,588
Leon Provancher Prize in Systematic Zoology	3,196	716	3,912
Prowse Prize Fund	20,105	8,439	28,544
Dr. James Pullar Memorial Trust	25,306	2,805	28,111
The R.A.C. Memorial Scholarship	2,865	416	3,281
R.C.N.V.R. (Women's Auxiliary Scholarship Loan Fund)	2,038	7,271	9,309
Dr. Maxwell S. Rady Scholarship in Obstetrics and Gynaecology	5,415	604	6,019
Dr. Maxwell S. Rady Scholarship	3,000	347	3,347
Dr. Marvin Raynes Memorial Prize	1,244	38	1,282
Refresher Courses in Medicine		26,661	26,661
Donald Parker Reid Bursary in Medicine	9,776	3,355	13,131
Catherine Elizabeth Reimer Memorial Fund		2,441	2,441
Dr. Vernon B. Rhodenizer Graduate Scholarship	12,018	1,394	13,412
Jack Rice Memorial Scholarship	1,931	215	2,146
The Marcel Richard — L'Alliance Francaise Prize	2,061	228	2,289
Cecil C. Richards Memorial Award	5,000	731	5,731
Natalie Riedle Fund	84,125	10,185	94,310

Schedule 32 Trusts and Endowments ,

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Mrs. Ethel Roberts Memorial Prize	$ 1,222	$ 204	$ 1,426
Arlene Meredith Roberts and Dr. T.J. Speakman Memorial Research Fund	2,000	309	2,309
Mary L. Robertson Memorial Scholarship	1,800	207	2,007
Esther Robinson Scholarship	4,000	462	4,462
Rockefeller Foundation Fund	244,363	332,896	577,259
Maysie Roger Memorial Fund	7,504	1,407	8,911
Patricia and Arnold Rogers Medical Library Fund	5,148	569	5,717
Patricia Ruth Rogers Music Award	1,900	223	2,123
Dr. Sydney L. Rogers Scholar Fund	2,050	670	2,720
The Dr. Nelles Rollins Memorial Bursary	8,000	2,679	10,679
Dr. Charlotte W. Ross Memorial Prize and Gold Medal	4,095	917	5,012
A. Allyn Rossen Award for Proficiency in Cardiovascular Investigation	6,317	739	7,056
Dr. and Mrs. Victor Rosenfield Fund		2,325	2,325
Nathan Rothstein Prize	1,232	175	1,407
Kenneth Roulston Memorial Scholarship	4,951	707	5,658
Royal Air Force Auxiliary Memorial Scholarship	2,837	328	3,165
Antoni and Helen Rudan Memorial Scholarship	2,041	268	2,309
J. B. Rumberg Memorial Fund	1,117	364	1,481
John A. Russell Alumni Bursary	14,952	2,067	17,019
Bernice W. Safeer Prize	1,218	135	1,353
Rachel and Isaac Sair Scholarship	5,076	732	5,808
Dr. and Mrs. H. H. Saunderson Award Fund	38,068	5,823	43,891
Dr. H. H. Saunderson Award in Dentistry	4,904	544	5,448
The Anastasia Sawula Prize	1,518	170	1,688
School of Physical Education Memorial Award		448	448
Bernard C. Schwartz Scholarship	28,330	3,209	31,539
Fredrick Otto Schwartz Medical Library Memorial Fund	5,125	567	5,692
Science Students' Association Bursary	5,346	1,029	6,375
Seagram Visiting Lecture Fund	10,000	912	10,912
Dr. Sunil K. Sen Scholarship		1,209	1,209
Lord Selkirk Association of Rupertsland Memorial Scholarship	8,309	954	9,263
Mr. and Mrs. Alexander Shack Prize in English	7,236	771	8,007
Mr. and Mrs. J. D. Shanski Bursary	6,426	782	7,208
John Shanski Physical Education Bursary	6,785	803	7,588
John M. Sharp Memorial Fund	15,562	7,926	23,488
Dr. John P. Shaw Scholarship Fund	16,069	4,367	20,436
The Polly and George Sheps Prize	2,508	562	3,070
The Morris and Sarah Shnier Memorial Bursary	4,171	610	4,781
Mr. and Mrs. Max Shore Travelling Scholarship		7,791	7,791
Morris Shore Scholarship Fund	1,775	215	1,990
Mr. and Mrs. S. Sigurdson Memorial Scholarship	2,607	248	2,855
Edwin Silver Scholarship		725	725
Rubin Simkin Fund		4,160	4,160
The Mr. and Mrs. Saul Simkin Bursary in Medicine	2,423	808	3,231
W. J. (Bill) Sinclair Memorial Award	1,000	1,232	2,232
The Robert Sirluck Scholarship in Canadian History	3,885	450	4,335
The Mr. and Mrs. J. Skaletar Memorial Scholarship	2,943	732	3,675
Mark Smerchanski Prize	752	83	835
Dr. Elizabeth B. Smith Award	1,474	308	1,782
Grant Smith Memorial Bursary		465	465

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Helen Smith Medical Research Fund	$ 6,000	$ 739	$ 6,739
Dr. Emanuel Snell Bursary		756	756
The Society of Management Accountants of Manitoba Prize	1,171	158	1,329
Lieutenant Morris Soronow Memorial Scholarship	1,488	235	1,723
Lieutenant M. M. Soronow Memorial Prize	1,163	129	1,292
Mr. and Mrs. George Soudack Scholarship for the Humanities	3,415	395	3,810
Special Emergency Award Fund		1,159	1,159
Special Scholarships in Home Economics	7,834	903	8,737
Winthrop Spencer Scholarship Fund	3,900	1,083	4,983
Morton Stall Memorial Scholarship	2,615	302	2,917
Olive Beatrice Stanton Award for Excellence in Teaching	32,174	4,490	36,664
Estate of Esther R. Steele	18,347	9,683	28,030
The Dr. Jon Stefansson Memorial Scholarship	5,000	1,697	6,697
Veelia and Sharon Stern Memorial Award	7,386	1,459	8,845
V. Stern Scholarship Fund		13	13
A. M. Stewart Memorial Bursary	3,665	424	4,089
Paul Stewart Memorial Fund	694	155	849
Ronald K. Stewart-Hay Memorial Bursary	3,022	427	3,449
Student's Architectural Society Award	2,800	679	3,479
Summer Session Students' Council Memorial Bursary Fund	20,095	8,939	29,034
The Nathan Sures Scholarship	1,449	207	1,656
Edna Sutherland Bequest	15,935	9,724	25,659
Wasyl Swystun Prize in Ukrainian Studies		1,008	1,008
Dean G. P. R. Tallin Q.C. Prize		11	11
Lawrence Tapper Prize in Accounting	526	59	585
Dallas Taylor Memorial Prize	2,066	230	2,296
Dr. Ellen Fraser Taylor Faculty of Medicine Development Fund	151,662	55,299	206,961
Nena Tessler Memorial Bursary	4,024	602	4,626
The Rhys Thomas Music Prize	694	80	774
W. W. Thomson Scholarship Fund	10,000	183	10,183
Ernest Payson Thompson Memorial Bursary Fund	4,536	664	5,200
Elizabeth and Robert Tibbs Memorial Bursary	1,376	72	1,448
John R. Troniak Memorial Award	5,003	373	5,376
Dr. J. R. Trott Memorial Fund		4,541	4,541
Alfred Rea Tucker Memorial Scholarship	50,687	9,440	60,127
Bessie Turner Memorial Prize	1,201	133	1,334
The Frederick W. Tuxworth Bursary	10,166	1,480	11,646
University of Manitoba Women's Club Loan Fund	1,086	1,606	2,692
Jack S. Verner Memorial Scholarship	3,672	844	4,516
Vineberg Research Prize in Psychology	1,052	117	1,169
Garson N. (Gerry) Vogel Memorial Award	5,420	255	5,675
Christian Walker Memorial Bursary	16,528	2,162	18,690
Norma E. Watts Walker Award	2,523	280	2,803
Wallace and Akins Limited Bursary	9,462	2,147	11,609
Professor Sidney Warhaft Memorial Fund	4,457	1,029	5,486
Samuel Weiner Memorial Fund	29,793	4,640	34,433
The Helga Nielson Westdal Memorial Bursary	2,486	361	2,847
Isabel Wettlaufer Scholarship		1,054	1,054
Digby Wheeler Radiological, Educational and Fellowship Trust	514,680	456,831	971,511
A. Lloyd Wheeler Book Prize		63	63
Dr. Dan Wilmot Scholarship in Music		92	92
Kathy Windsor Memorial Bursary	7,954	2,553	10,507

Schedule 32 Trusts and Endowments

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Winnipeg Branch — Canadian Physiotherapy Association Loan Fund	$ 298	$ 659	$ 957
Winnipeg Dental Society — Dentistry Research Fund	3,500	586	4,086
Winnipeg Women's Air Force Auxiliary Memorial Bursary	4,694	675	5,369
J. Wolinsky Scholarship	5,277	566	5,843
Jack Woodhouse Memorial Bursary Fund	2,034	311	2,345
Philip Yaffe Memorial Prize	1,796	183	1,979
Dr. A. A. Yauniskis Memorial Scholarship Fund	9,026	1,435	10,461
Sarah Zarow Prize in Prosthodontology		626	626
Mary and Joe Zeal Prize	1,110	123	1,233
Pauline and Samuel Zinman Prize in Constitutional Law	1,163	181	1,344
Zonta Club of Winnipeg Bursary	4,239	650	4,889
John J. Zubek Memorial Award		65	65
	6,605,831	2,933,250	9,539,081
Less: Loans to Students and Staff, Contra	25,620	94,058	119,678
Subtotal: The University Investment Trust Fund.	6,580,211	2,839,192	9,419,403
Specific Trusts:			
Administrative Studies Associates Fund		78,567	78,567
Alberta Award — Administrative Studies	140	3	143
Tim Black Memorial Award	1,000	119	1,119
Stella Boyd Memorial Scholarship	2,569	63	2,632
Estate of Gertrude E. Childs	6,075	1,268	7,343
James H. Cook Memorial Bursary	7,079	589	7,668
Joseph Doupé Building Fund		154,282	154,282
Lawrence Genser Music Scholarship	8,322	920	9,242
Hamilton Memorial Research Scholarship	20,000	982	20,982
Dale Henwood Lectureship Fund	6,000	1,326	7,326
Dr. Ellis J. Jarjour Fund	1,000	71	1,071
MacLachlan Charitable Trust Fund	150,000	24,945	174,945
Dr. Lorne E. MacLachlan Educational Endowment Fund	50,000	11,799	61,799
Laurell Maley Bursary Fund	1,638		1,638
Roscoe R. Miller Scholarship	7,500	895	8,395
Performing Arts Theatre		200	200
Marcel Richard Memorial Fund	3,860	1,145	5,005
H. E. Sellers Chair of Medicine	1,200,000	158,334	1,358,334
Leslie Michael Shelton Memorial Scholarship	9,100	1,771	10,871
Unemployment Insurance Premium Reduction Fund		551,310	551,310
University of Manitoba Students' Union — University Centre Building Fund		244,417	244,417
Dr. Max Wachnow Orthodontic Scholarship	7,500	1,067	8,567
	1,481,783	1,234,073	2,715,856
Loans to Students and Staff Made from Trust and Endowments Participating in the University Investment Trust Fund, Contra	25,620	94,058	119,678
Subtotal: Specific Trusts and Endowments.	1,507,403	1,328,131	2,835,534
Total Trusts and Endowments, Schedule 16	$ 8,087,614	$ 4,167,323	$12,254,937

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITY OF MANITOBA PENSION PLAN (1970)

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Statements 1, 2 and 3, of The University of Manitoba Pension Plan (1970) for the fiscal year ended December 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

As a matter of policy, the accompanying financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Plan on an actuarial valuation basis. The particulars of the latest actuarial valuation are provided in Note 8 to the financial statements.

In our opinion, these financial statements present fairly the financial position of The University of Manitoba Pension Plan (1970) as at December 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in notes 1 to 3, inclusive, to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

March 18, 1983,
Winnipeg, Manitoba.

Statement 1

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Balance Sheet
As at December 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Funds on Deposit with an Assurance Company	$ 12,183,898	$ 11,230,713
Held by a Trust Company: (Note 2)		
Cash and Short Term Notes	11,052,835	12,066,234
Mortgages	8,170,574	10,268,604
Bonds - Canada, Provincial and Provincial Guaranteed, at amortized cost (Note 9) (Market, 1982 - $31,992,075; 1981 - $17,550,413)	31,855,112	21,390,431
Bonds - Corporate, at amortized cost (Note 9) (Market, 1982 - $9,992,013; 1981 - $8,927,237)	11,182,879	11,578,211
Stocks - Canadian Common, at market value (Cost, 1982 - $24,549,290; 1981 - $17,754,982)	26,573,485	17,331,151
Stocks - American Common, at market value (Cost, 1982 - $3,952,009; 1981 - $2,967,690)	4,322,652	2,574,950
Stocks - Canadian Preferred, at market value (Cost, 1982 - $520,636; 1981 - $709,252)	572,781	680,560
Stocks - Canada Trust Canadian Pooled Pension Equity Fund, at market value (Cost, 1982 - $1,975,073; 1981 - $1,975,073)	2,871,140	2,829,549
Stocks - Canada Trust American Pooled Pension Equity Fund, at market value (Cost, 1982 - $2,699,628; 1981 - $1,799,668)	3,061,697	1,959,903
Stocks - Toronto Investment Management Equity International, at market value (Cost, 1982 - $508,735)	488,114	
Stocks - Toronto Investment Management Vengrowth, at market value (Cost, 1982 - $100,000)	100,000	
Accrued Interest and Dividends Receivable	1,443,437	1,099,250
	101,694,706	81,778,843
TOTAL ASSETS	$113,878,604	$ 93,009,556
LIABILITIES		
Contribution Accounts:		
Members:		
Regular	$ 54,393,426	$ 44,721,397
Voluntary	1,768,547	1,146,203
	56,161,973	45,867,600
University:		
Regular	51,800,784	42,405,223
General	5,915,847	4,736,733
	57,716,631	47,141,956
TOTAL LIABILITIES	$113,878,604	$ 93,009,556

Statement 2

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Statement of Pension Plan Contribution Accounts
For the year ended December 31, 1982
(with 1981 figures for comparison)

	Members Accounts		University Accounts		Total	Total
	Regular	Voluntary	Regular	General	1982	1981
Additions:						
Contributions:						
Members, Regular	$ 5,099,286				$ 5,099,286	$ 4,406,555
Members, Voluntary		$ 409,038			409,038	415,203
University, Regular			$ 5,099,286		5,099,286	4,406,555
Transfer from other Plans		61,093			61,093	19,168
Withdrawal Credits				$ 280,279	280,279	272,630
Special Payments (Note 8)				455,400	455,400	445,004
	5,099,286	470,131	5,099,286	735,679	11,404,382	9,965,115
Investment Income (Statement 3)	6,185,002	193,385	5,881,234	664,063	12,923,684	5,689,993
	11,284,288	663,516	10,980,520	1,399,742	24,328,066	15,655,108
Deductions:						
Benefits:						
Retirements	477,898	29,376	481,140		988,414	1,733,692
Deaths	143,159		140,776		283,935	419,143
Transfers to other Plans	99,362	1,205	99,551		200,118	190,568
Deferred and other Annuities	543,215	8,616	520,223		1,072,054	871,314
Refunds	348,625	1,975	343,269		693,869	537,807
Supplementary Pensions (Note 6)				220,628	220,628	215,086
	1,612,259	41,172	1,584,959	220,628	3,459,018	3,967,610
Net Increase for the Year	9,672,029	622,344	9,395,561	1,179,114	20,869,048	11,687,498
Balance at January 1	44,721,397	1,146,203	42,405,223	4,736,733	93,009,556	81,322,058
Balance at December 31	$ 54,393,426	$ 1,768,547	$ 51,800,784	$ 5,915,847	$113,878,604	$ 93,009,556

Statement 3

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Statement of Investment Income
For the year ended December 31, 1982
(with 1981 figures for comparison)

	1982	1981
Interest:		
Assurance Company Deposit Funds	$ 1,322,816	$ 1,383,916
Cash Balances	58,238	91,598
Short Term Notes	2,121,537	2,152,386
Mortgages	1,251,241	1,264,001
Government and Corporate Bonds	3,857,716	2,865,209
Dividends:		
Common Stock - Canadian	918,383	638,802
Common Stock - American	170,727	115,564
Preferred Stock - Canadian	93,633	44,368
Canadian Pooled Pension Equity Fund	168,991	128,348
American Pooled Pension Equity Fund	138,436	87,872
Equity International	8,735	
Net increase in accrued income at December 31	344,187	168,689
Total Interest and Dividends	10,454,640	8,940,753
Adjustments:		
Net realized (loss)gain on sale of securities	(746,592)	1,645,784
Adjustment of book values of Common Stocks, Preferred Stocks and Pooled Pension Equity Funds to market values	3,515,049	(4,585,672)
Amortization of bond discount (premium) (Note 2)	2,645	(33,880)
	2,771,102	(2,973,768)
	13,225,742	5,966,985
Deduct:		
Administrative Expenses (Note 7):		
External Agencies' management fees	223,269	206,809
University of Manitoba administration charge	78,789	70,183
	302,058	276,992
Investment Income (Statement 2)	$12,923,684	$ 5,689,993

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Notes to the Financial Statements
December 31, 1982

ACCOUNTING POLICIES

1. The annual financial statements of the University of Manitoba Pension Plan (1970) are prepared on a cash basis, modified to include investment income on an accrual basis.

2. For the purpose of preparing the financial statements and calculating the investment income to be distributed to the Contribution Accounts, the following basis of valuing assets is observed:

   Short Term Investments and Mortgages at cost.

   Bonds at cost adjusted for amortization of premiums and discounts in excess of one percent of par on a straight line basis to December 31 preceding the maturity date.

   Stocks at market.

3. The investment income of the pension fund is determined quarterly. Investment income for a quarter consists of actual and accrued income, capital gains or losses, realized and unrealized, except for unrealized capital gains or losses on bonds. Actual and accrued expenses chargeable to the Plan are deducted before any distribution is made. Net investment income is distributed pro-rata to the Contribution Accounts based on the number of units held by such accounts at the beginning of the quarter.

GENERAL COMMENTS

4. The University of Manitoba Pension Plan (1970) is a Trusteed Plan. The assets of the Plan are held in the name of The Trustees of The University of Manitoba Pension Plan (1970). There are seven Trustees, one appointed by the Board of Governors of The University of Manitoba and six elected by the contributors to the Pension Plan from within the Plan membership. The University of Manitoba administers the Pension Plan under the terms of an agreement entered into with the Trustees dated December 31, 1973.

5. The University of Manitoba Pension Plan (1970) provides that each Member of the Plan shall have:

   (a) an Employee Contribution Account which is credited with the Member's contributions and share of investment income,

   (b) a University Contribution Account which is credited with contributions equal to the Member's regular contributions and share of investment income.

5. (continued)

At retirement the proceeds of the Member's two accounts are applied to purchase an annuity based on the election made by the Member. This is referred to as the Member's Basic Pension or Money Purchase Pension. The University guarantees that a Member will receive a minimum pension based on an approved formula. To the extent that a Member's Money Purchase Pension is less than the guaranteed amount, the Member will receive a Supplementary Pension to increase the pension to the required level.

6. Since 1970, the Supplementary Pension payments have been made from the University General Account which forms part of the Pension Plan assets. Funds for the University General Account normally originate from the following:

   (a) that portion of a Member's University Contribution Account which is forfeited when a terminating Member elects a cash settlement of his or her pension accumulation,

   (b) the annual payment required to amortize the unfunded liability of the Plan as established by the University's actuary paid into the University General Account by the University from its Special Fund for Benefit Improvement and Maintenance,

   (c) interest earned on the University General Account.

7. The requirements for determining investment income for allocation purposes include the charging of administrative expenses against income. These expenses consist of management and custodial fees charged by the three external agencies of the Plan. In addition certain salary and benefit costs of the Treasurer's Office are borne by the Plan. All other direct and indirect expenses are absorbed by the University.

8. An actuarial valuation of the Plan was completed during 1982 as of December 31, 1981. This valuation showed a surplus of $2,289,000 based on the then current provisions. The Plan was amended in 1982 by increasing the dollar limit applicable to the Formula Pension from $1,143 per annum for each year of service to the level permitted by Revenue Canada regulations. The current level is $1,715 per annum for each year of service. Incorporation of the change in the pension limit of the Plan produced an unfunded liability of $2,273,000. The payment to liquidate this unfunded liability by December 31, 2000 is $220,000 annually. The Valuation Report and the Supplementary Report have been filed with and approved by the Manitoba Pension Commission.

   The Special Payment for the 1981 and 1982 Plan years was paid on December 31, 1982. The payment of $455,400 made from the University's Special Fund for Benefit Improvement and Maintenance consisted of $220,000 for the 1981 Plan year plus interest of $15,400 and $220,000 for 1982.

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Notes to the Financial Statements
December 31, 1982

9. The year-end market value of bonds is disclosed as supplementary information only. Market value for bonds is not used in the determination of investment income. The market figures shown for bonds were taken from the investment summaries provided by the custodian, Canada Trust Company.

THE UNIVERSITY OF WINNIPEG

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the financial statements, being Exhibits A to H and Schedules 1 to 3, of The University of Winnipeg for the fiscal year ended March 31, 1983. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The University of Winnipeg as at March 31, 1983 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 14, 1983,
Winnipeg, Manitoba.

Exhibit A

THE UNIVERSITY OF WINNIPEG
Balance Sheet
as at March 31, 1983
(with comparative figures for 1982)

ASSETS	1983	1982
OPERATING FUND		
Current assets:		
Cash	$ 215,227	$ 48,937
Investments, at cost, Schedule 3 (Note 8)	599,188	399,188
Accounts receivable (Note 2)	463,470	323,420
Expenditures recoverable from research grants	88,245	98,115
Capital grants receivable	670,903	10,117
Interest receivable	3,471	3,637
Due from Special Purpose and Restricted Funds	208,747	76,051
Prepaid expenses	115,251	137,907
Bookstore inventory, at cost	217,757	176,409
	2,582,259	1,273,781
Property, plant and equipment (Note 3)	47,636,344	45,369,460
	$50,218,603	$46,643,241
UNIVERSITY OF WINNIPEG RETIREMENT PLAN (Note 4)		
Cash	$ 3,690	$ -
Interest receivable	263,721	239,532
Due from Operating Fund	-	(455)
Investments, at cost, Schedule 3 (Note 8)	12,811,619	10,535,815
	$13,079,030	$10,774,892
SPECIAL PURPOSE AND RESTRICTED FUNDS (Note 5)		
Assets held for specific trusts:		
Interest and loans receivable	$ 20,052	$ 21,102
Due from General Endowment	1,341,107	1,143,406
Investments, at cost, Schedule 3 (Note 8)	687,126	677,974
	2,048,285	1,842,482
Assets held for General Endowment:		
Cash	64,452	76,220
Interest receivable	93,581	95,133
Loan to The University of Winnipeg Faculty and Staff Club Inc. (Note 6)	-	43,986
Investments, at cost, Schedule 3 (Note 8)	4,284,017	3,936,104
	4,442,050	4,151,443
	$ 6,490,335	$ 5,993,925
	$69,787,968	$63,412,058

The accompanying notes are an integral part of the financial statements.

LIABILITIES	1983	1982
OPERATING FUND		
Current liabilities:		
Accounts payable and accrued liabilities	$ 1,670,940	$ 749,790
Deferred income	135,501	105,141
Due to University of Winnipeg Retirement Plan	-	(455)
Funds held for research and sundry projects	547,406	184,773
	2,353,847	1,039,249
Long-term liabilities:		
5 3/8% Mortgage, $20,028 principal and interest payable semi-annually, to April 2, 2012	593,420	601,260
7% Mortgage, $577 principal and interest payable monthly, to July 1, 1984	9,319	15,372
	602,739	616,632
Contributed equity, Exhibit E	46,968,854	44,694,129
Operating equity, Exhibit E	293,163	293,231
	$50,218,603	$46,643,241
UNIVERSITY OF WINNIPEG RETIREMENT PLAN (Note 4)		
Accounts payable	$ 6,139	$ -
Reserve for present and future pension benefits, Exhibit F	13,072,891	10,774,892
	$13,079,030	$10,774,892
SPECIAL PURPOSE AND RESTRICTED FUNDS (Note 5)		
Specific trusts, Exhibit G:		
Accounts payable	$ 361	$ 298
Scholarships and Bursaries Endowment	887,387	764,397
Theological Endowment	243,302	243,302
Chair in Mennonite Studies Endowment	692,929	687,126
Other Restricted Purposes Endowment	224,306	147,359
	2,048,285	1,842,482
General Endowment:		
Accounts payable	1,779	1,298
Due to Operating Fund	208,747	76,051
Due to specific trusts	1,341,107	1,143,406
General Endowment, Exhibit G	2,890,417	2,930,688
	4,442,050	4,151,443
	$ 6,490,335	$ 5,993,925
	$69,787,968	$63,412,058

Exhibit B

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Statement of Operating Expenses and Revenues
for the year ended March 31, 1983
(with comparative budget and prior year's figures)

Expenses:

Academic, Schedule 1

Library, Schedule 1

Administration, Schedule 1

Maintenance, Schedule 1

Student services, Schedule 1

Computer centre

Renovations

Furnishings and equipment

Mortgage

Ancillary services, net loss (income), Schedule 2

Revenues:

Student academic fees - regular session
- summer and evening
- non-credit

Grants and gifts:
  Universities Grants Commission - operating
  - non-recurring
  Transferred from Special Purpose and Restricted Funds (Note 5)
  Assisted research grants
Interest earned
Miscellaneous

Excess of revenues over expenses (before tax levy)
Less: Manitoba Health and Post Secondary Education Tax Levy (Net of U.G.C. Grant of $33,934)

Excess of revenues over expenses, Exhibit E

The accompanying notes are an integral part of the financial statements.

General	Specific	Total 1983	Budget 1983 (Note 1)	Budget Variance	Total 1982
$11,114,483	$ 1,159,384	$12,273,867	$12,069,925	$203,942	$10,424,145
1,387,222	12,842	1,400,064	1,409,162	(9,098)	1,202,984
1,962,067	37,188	1,999,255	2,074,560	(75,305)	1,705,578
1,795,718	-	1,795,718	1,829,229	(33,511)	1,658,611
681,896	11,730	693,626	696,676	(3,050)	577,065
375,202	-	375,202	371,439	3,763	296,360
10,000	295,053	305,053	295,053	10,000	227,437
226,382	360,947	587,329	510,950	76,379	272,721
-	40,055	40,055	40,055	-	40,055
-	(21,060)	(21,060)	(21,060)	-	2,076
17,552,970	1,896,139	19,449,109	19,275,989	173,120	16,407,032
2,562,228	-	2,562,228	2,517,090	45,138	2,084,487
810,553	-	810,553	798,310	12,243	710,347
342,702	-	342,702	245,000	97,702	204,178
3,715,483	-	3,715,483	3,560,400	155,083	2,999,012
13,698,233	40,055	13,738,288	13,738,355	(67)	11,710,010
-	654,315	654,315	654,315	-	469,189
-	428,080	428,080	428,080	-	437,077
-	760,190	760,190	760,190	-	588,737
111,845	-	111,845	73,500	38,345	121,580
52,316	14,563	66,879	75,763	(8,884)	85,368
17,577,877	1,897,203	19,475,080	19,290,603	184,477	16,410,973
24,907	1,064	25,971	14,614	11,357	3,941
114,980	1,064	116,044	104,064	11,980	-
$ (90,073)	$ -	$ (90,073)	$ (89,450)	$ (623)	$ 3,941

Exhibit C

THE UNIVERSITY OF WINNIPEG
Collegiate Division
Statement of Operating Expenses and Revenues (Note 9)
for the year ended March 31, 1983
(with comparative figures for 1982)

	1983	1982	Variance
Direct expenses:			
Salaries - regular session	$ 568,822	$410,221	$158,601
- other sessions	72,040	73,600	(1,560)
Staff benefits	43,625	29,499	14,126
General	38,467	31,729	6,738
Furnishings, equipment and renovations	3,301	62,312	(59,011)
Tax levy	7,328	-	7,328
	733,583	607,361	126,222
Allocated expenses:			
Administration	47,935	32,590	15,345
Athletics	18,797	14,293	4,504
Library	20,927	15,259	5,668
Maintenance	40,241	34,870	5,371
	127,900	97,012	30,888
Scholarships - paid from endowment	18,335	18,930	(595)
Total expenses	879,818	723,303	156,515
Revenues:			
Tuition fees - regular session	545,225	483,886	61,339
- other sessions	210,385	166,670	43,715
	755,610	650,556	105,054
Grant from the Province of Manitoba	245,257	175,303	69,954
Federal Grant for language instruction	952	735	217
Transfer from Scholarship Endowment	18,335	18,930	(595)
	1,020,154	845,524	174,630
Excess of revenues over expenses, Exhibit E	$ 140,336	$122,221	$ 18,115

The accompanying notes are an integral part of the financial statements.

Exhibit D

THE UNIVERSITY OF WINNIPEG
Faculty of Theology
Statement of Operating Expenses and Revenues
for the year ended March 31, 1983
(with comparative figures for 1982)

	1983	1982	Variance
Direct expenses:			
Salaries	$149,321	$124,847	$ 24,474
Staff benefits	9,817	8,177	1,640
General	9,484	12,046	(2,562)
Travel	4,806	6,456	(1,650)
Tax levy	1,539	-	1,539
	174,967	151,526	23,441
Allocated expenses:			
Administration	1,101	911	190
Library	1,250	1,280	(30)
Maintenance	10,283	9,427	856
	12,634	11,618	1,016
Scholarships - paid from endowment	9,373	1,150	8,223
Visiting lecturers - paid from endowment	816	-	816
	10,189	1,150	9,039
Total	197,790	164,294	33,496
Revenues:			
Fees	52,730	42,885	9,845
Transfers from endowment (Note 5)			
Grant from United Church	64,031	48,075	15,956
Theological endowment income	27,417	27,854	(437)
Scholarship endowment income	9,373	1,150	8,223
Other Restricted Purposes endowment income	816	-	816
	$154,367	$119,964	$ 34,403
Excess of expenses over revenues	$ 43,423	$ 44,330	$ (907)
Transfer from General Endowment	$ 43,423	$ 44,330	$ (907)

The accompanying notes are an integral part of the financial statements.

Exhibit E

THE UNIVERSITY OF WINNIPEG
Statement of University Equity
for the year ended March 31, 1983
(with comparative figures for 1982)

	1983	1982
Contributed equity in property, plant and equipment, including appraisal surplus of $20,249,082.		
Balance at beginning of year	$44,694,129	$43,736,763
Capital Grants from Universities Grants Commission:		
Athletics Centre under construction	996,494	-
Buildings and contents (not included in appraisal)	140,894	174,456
Mortgage reductions	7,841	7,436
Capitalization of fixed asset purchases included in expenses, at cost:		
Furnishings and equipment	620,167	315,947
Library books	480,768	413,347
Capitalization of fixed asset purchases from special grants	31,596	47,180
Less: Disposal of furnishings and equipment	(3,035)	(1,000)
Balance at end of year, Exhibit A	$46,968,854	$44,694,129
Operating equity: Arts and Science		
Balance at beginning of year	$ 293,231	$ 275,968
Adjustment of prior years' operations	(9,115)	13,322
Excess of revenues over expenses, Exhibit B	(90,073)	3,941
	194,043	293,231
Transfer to Major Improvements Provision	(107,265)	-
Applied from Major Improvements Provision	53,632	-
Balance at end of year	$ 140,410	$ 293,231
Operating Equity: Collegiate Division		
Excess of revenues over expenses	$ 140,336	
Adjustment of prior year's operations	(41,216)	
Balance at end of year	$ 99,120	
Major Improvements Provision, Note 7		
Transfer from Operating Equity, A & S	$ 107,265	
Applied to Operating Equity, A & S	(53,632)	
Balance at end of year	53,633	
Balance at end of year, Exhibit A	$ 293,163	$ 293,231

The accompanying notes are an integral part of the financial statements.

Exhibit F

THE UNIVERSITY OF WINNIPEG
Reserve for Present and Future Pension Benefits
for the year ended March 31, 1983
(with comparative figures for 1982)

		1983	1982
Opening Balance, April 1st (Note 4)		$10,774,892	$ 8,942,606
Additions:			
Contributions by members		568,537	470,563
Contributions by University		568,537	470,563
Additional contributions		6,408	-
Transfer from other plans		-	12,239
Refund from group annuity contract		38,336	53,053
Investment income		1,319,561	1,038,521
Realized gain on sale of securities		-	1,483
		2,501,379	2,046,422
Deductions:			
Benefits:			
Retirements		91,044	76,883
Refunds and transfers to other plans		65,748	107,726
Deaths		1,867	-
		158,659	184,609
Administration expenses:			
Great-West Life Assurance Company	- Administrator	8,618	7,912
	- Investment Fee	16,594	12,769
Canada Permanent Trust	- Custodian	8,822	6,703
Actuarial fee		10,687	2,143
		44,721	29,527
		203,380	214,136
Closing Balance, March 31st, Exhibit A		$13,072,891	$10,774,892

The accompanying notes are an integral part of the financial statements.

Exhibit G

THE UNIVERSITY OF WINNIPEG
Statement of
Special Purpose and Restricted Funds (Note 5)
for the year ended March 31, 1983

	Scholarships and Bursaries Endowment	Theological Endowment
Capital accounts:		
Balances at beginning of year	$451,660	$208,814
Add: Gifts and bequests	51,416	-
Transfer from current account	74,153	-
Gain on disposals	-	-
Balances at end of year	577,229	208,814
Current accounts:		
Balances at beginning of year	312,737	34,488
Add:		
Gifts and bequests	166,497	4,050
Grant - United Church of Canada	-	64,031
Investment income	78,099	23,367
Inter-fund transfers	184,062	43,423
	428,658	134,871
Deduct:		
Trustees' fees	-	-
Increase in loans	-	-
Transfer to Operating Fund (Note 5)	357,084	134,871
Transfer to capital account	74,153	-
	431,237	134,871
Balances at end of year	310,158	34,488
Totals, Exhibit A	$887,387	$243,302

The accompanying notes are an integral part of the financial statements.

Chair in Mennonite Studies Endowment	Other Restricted Purposes Endowment	General Endowment	Endowment Total
$677,974	$ 90,332	$1,357,104	$2,785,884
-	-	-	51,416
9,152	-	-	83,305
-	-	125	125
687,126	90,332	1,357,229	2,920,730
9,152	57,027	1,573,584	1,986,988
-	106,042	14,374	290,963
-	-	50,000	114,031
71,297	15,203	317,335	505,301
-	21,540	(249,025)	-
71,297	142,785	132,684	910,295
687	-	3,373	4,060
-	10,065	-	10,065
64,807	55,773	169,707	782,242
9,152	-	-	83,305
74,646	65,838	173,080	879,672
5,803	133,974	1,533,188	2,017,611
$692,929	$224,306	$2,890,417	$4,938,341

Exhibit H

THE UNIVERSITY OF WINNIPEG
Notes to Financial Statements
for the year ended March 31, 1983

1. **Accounting Policies and Reporting Practices**

The accounts of the University are maintained in accordance with the principles of fund accounting in order that restrictions placed on the use of funds are observed.

The financial statements are prepared using the accrual basis of accounting, exceptions to which have been made annually with respect to fuel and light and power. The grant from the Province of Manitoba to the Collegiate Division is taken into revenue in the fiscal year in which it is awarded.

Assisted research in academic expenditures includes the amount expended from income designated specifically for research projects. This practice is consistent with that followed by most Canadian universities.

Amounts expended from income received from Special Purpose and Restricted Funds are similarly shown on the Statement of Operating Expenses and Revenues.

Property taxes levied by the City of Winnipeg, except those on property held for future expansion, do not appear in the accounts of the University because they are paid by the Province of Manitoba.

Budget amounts have been restated, from those approved by the Board of Regents, to include specific expenses and revenues, for the purpose of providing a meaningful comparison with actual operating results. Prior year's figures have also been restated in a few cases for comparative purposes.

The University has under lease, with the option to purchase, approximately $552,000 of computer equipment. The latest lease expiry date is April 1st, 1988. The University follows a practice of charging the leasing costs to operating expense and not capitalizing the asset value of the equipment until the option to purchase has been exercised.

Fixed assets are acquired from grants and operating funds. Buildings and new construction (including development expenditures) acquired from capital grants from the Universities Grants Commission are taken directly into contributed equity with the addition being reflected in the fixed asset accounts. Furnishings and equipment and library books shown as operating expenses in the year of acquisition are also added to contributed equity and the fixed asset accounts.

No provision is made for depreciation of fixed assets.

2. Accounts Receivable of $463,470 are net of an allowance for doubtful accounts of $64,390 (1982 - $323,420 net of allowance of $55,860). Tuition fees receivable are $296,561, 56.2% of the total (1982 - $233,980 - 61.7%), the increase in which accounts for approximately half of the total increase. The remaining half represents grants receivable mainly from Federal and Provincial Government departments.

3. Property, plant and equipment

Land was appraised by the Royal Trust Company as of March 31, 1968. Buildings were appraised by the National Appraisal Consultants Ltd. who reported projected replacement values as of March 31, 1978. Furnishings, equipment and library books were appraised by the General Appraisal Company as of February 21, 1967. Subsequent additions have been recorded at cost.

Details of property, plant and equipment follow:

	1983	1982
Land	$ 2,947,000	$ 2,947,000
Buildings	31,646,747	31,500,241
Buildings in progress	1,624,725	-
Furnishings and equipment	6,024,432	5,381,315
Library books	4,874,216	4,393,448
Property held for future expansion, at cost	519,224	1,147,456
	$47,636,344	$45,369,460

In the 1978/79 fiscal year, the University purchased two properties at a cost of $42,853 in excess of capital grants available through the Universities Grants Commission. This balance will be the subject of a future claim to the Commission, as will payments of principal applied to reduce a mortgage totalling $21,899.

The University began construction of an Athletics Centre on adjoining property in December, 1982 the cost of which to date is shown in the above summary. The cost of the land on which construction is proceeding is included in the figure, having been transferred from "Property held for future expansion".

4. (a) University of Winnipeg Retirement Plan

The Plan is administered under a trust agreement by five trustees, two appointed by and from the Board of Regents of the University and three elected by and from the contributors, two of whom are elected by the academic staff and one by the support staff. The trustees have appointed the Great-West Life Assurance Company as administrator of the Plan and the Canada Permanent Trust as custodian of its assets. A Pension Investment Committee has been appointed to invest the assets of the fund, two members of which have been appointed by the Board of Regents of the University and one by the Lieutenant-Governor-in-Council.

An interim actuarial valuation as at September 1, 1982 by Eckler, Brown and Segal, Actuaries, reports a surplus of $588,518 before amendments to the Plan relating to improvements in the pensions of current pensioners and partial indexing of pensions, approved by the Board of Regents and the University of Winnipeg Faculty Association, but which await approval by the members of the Plan.

In accordance with the Plan, the University agrees to provide specified pensions to its employees therefore any unfunded liability is the responsibility of the University.

(b) Special pensions

Under the terms of certain special employment contracts the University is required to pay pension benefits in excess of those provided by the Retirement Plan. In addition, the University has voluntarily augmented the pensions of employees who retired under the terms of a prior plan. The University follows the policy of charging such pension payments to operations as they are made. The charge for the current year amounted to $62,484.

5. Special Purpose and Restricted Funds

Endowment funds are consolidated for more efficient management except that the funds of the Chair in Mennonite Studies Endowment are kept in a separate account at the request of the donor. All funds are currently in the custody of the Royal Trust Corporation.

Investment income from the consolidated fund is allocated to the endowments based on the average quarterly balances of each.

Details of transfers to Operating Fund

		Scholarships and Bursaries Endowment	Exhibit B
Faculty of Arts & Science, Schedule 1, Page 1		$329,376	$329,376
Collegiate Division, Exhibit C		18,335	
Faculty of Theology, Exhibit D		9,373	
Exhibit G		$357,084	
		Theological Endowment	
Faculty of Theology, Exhibit D			
United Church grant		$ 64,031	
Investment income	$23,367		
Gifts and grants	4,050	27,417	
Transfer from General Endowment		43,423	
Exhibit G		$134,871	
Chair in Mennonite Studies Endowment, Exhibit G (Salaries and other expenses)		$ 64,807	$ 64,807
		Other Restricted Purposes Endowment	
Faculty of Arts and Science, Schedule 1, Page 1 (Books, visiting lecturers, development office and other expenses)		$ 54,957	$ 54,957
Faculty of Theology, Exhibit D		816	
Exhibit G		$ 55,773	
		General Endowment	
Institute of Urban Studies, deficit		$147,681	
Faculty and Staff Club Inc. loan written off		43,086	
Faculty of Arts & Science, Exhibit B Ancillary Services, profit		$(21,060)	$(21,060)
Exhibit G		$169,707	
Exhibit G		$782,242	
Exhibit B			$428,080

6. Loan to the University of Winnipeg Faculty and Staff Club Inc.

The loan to the Club of $43,986 at March 31, 1982 was reduced to $43,086 and has been forgiven under terms of a new agreement between the Club and the University dated January 24, 1983. See Note 5.

7. Major Improvements Provision

The University has approved establishment of a policy to permit major improvements in non-credit programs and ancillary operations by a provision of operating equity funds to be recovered over the revenue-producing life of the assets and to provide for future replacements. Such provisions and appropriations are shown in the Statement of University Equity.

8. Investments

The market values of investments are shown below for information.

	Cost	Market Value
Operating Investments	$ 599,188	$ 600,250
Retirement Plan	12,811,619	12,742,183
Specific trusts	687,126	611,657
General Endowment	4,284,017	3,899,319

9. Collegiate Operating Equity

The excess of revenue over expenses of $140,336 has been transferred to a separate operating equity account with the authority of the Board of Regents. The transfer of excess revenue last year to general endowment was deemed to complete repayment of the Collegiate deficit financed from general endowment funds over a number of years.

Schedule 1

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Schedule of Operating Expenses
for the year ended March 31, 1983
(with comparative budget and prior year's figures)

	General	Specific
Academic:		
Salaries - regular session - academic	$ 7,356,177	$ 59,222
- summer and evening sessions	711,484	-
- support	1,546,052	-
- non-credit	195,216	-
	9,808,929	59,222
Staff benefits	671,306	3,827
Audio-visual aids	75,034	-
Summer and evening sessions - expenses	5,653	-
- general expenses	22,689	-
- non-credit expenses	60,144	-
Laboratory	215,293	-
Professional development	67,572	-
Research	73,330	1,032
Assisted research	-	760,190
Scholarships	-	329,375
Technical equipment maintenance	18,978	-
Visiting lecturers and conferences	18,743	5,738
Moving allowances	19,497	-
Travel	57,315	-
Exhibit B	$11,114,483	$1,159,384
Library:		
Salaries	$ 777,481	$ -
Staff benefits	66,689	-
Acquisitions	467,926	17,842
Binding and supplies	97,303	-
Transfer of expenses to Collegiate and Theology	(22,177)	-
Exhibit B	$ 1,387,222	$ 12,842
Administration:		
Salaries	$ 1,160,605	$ 28,972
Staff benefits	101,609	2,535
Audit and legal	31,639	-
Bad debts	16,990	-
Convocation	24,730	-
Fees and dues	33,868	100
General	51,845	1,051
Postage	152,402	-
Printing and stationery	200,891	1,000
Public relations	64,384	-
High school brochures and visits	8,517	-
Registration	35,228	-
Special pensions	62,484	-
Telephone and telegraph	40,338	-
Travel	34,927	3,530
Transfer of expenses to Collegiate, Theology and Ancillary Services	(58,390)	-
Exhibit B	$ 1,962,067	$ 37,188

The accompanying notes are an integral part of the financial statements.

Total 1983	Budget 1983 (Note 1)	Budget Variance	Total 1982
$ 7,415,399	$ 7,390,822	$ 24,577	$ 6,377,932
711,484	658,900	52,584	620,568
1,546,052	1,543,200	2,852	1,299,067
195,216	104,000	91,216	96,836
9,868,151	9,696,922	171,229	8,394,403
675,133	665,327	9,806	544,968
75,034	77,352	(2,318)	80,479
5,653	2,200	3,453	4,795
22,689	15,000	7,689	16,796
60,144	21,600	38,544	39,694
215,293	256,644	(41,351)	208,753
67,572	44,645	22,927	17,581
74,362	73,832	530	65,887
760,190	760,190	-	588,737
329,375	329,375	-	345,757
18,978	21,100	(2,122)	28,148
24,481	25,538	(1,057)	21,025
19,497	22,000	(2,503)	16,588
57,315	58,200	(885)	50,534
$12,273,867	$12,069,925	$203,942	$10,424,145
$ 777,481	$ 814,967	$(37,486)	$ 695,441
66,689	71,065	(4,376)	52,068
480,768	502,322	(21,554)	413,347
97,303	36,808	60,495	58,667
(22,177)	(16,000)	(6,177)	(16,539)
$ 1,400,064	$ 1,409,162	$ (9,098)	$ 1,202,984
$ 1,189,577	$ 1,190,672	$ (1,095)	$ 958,801
104,144	98,535	5,609	74,503
31,639	36,000	(4,361)	30,178
16,990	25,000	(8,010)	44,359
24,730	28,250	(3,520)	25,013
33,968	29,800	4,168	26,079
52,896	59,351	(6,455)	49,078
152,402	164,800	(12,398)	110,849
201,891	218,622	(16,731)	206,892
64,384	74,700	(10,316)	51,785
8,517	18,200	(9,683)	15,594
35,228	36,100	(872)	33,115
62,484	62,000	484	55,674
40,338	40,000	338	29,087
38,457	31,530	6,927	36,016
(58,390)	(39,000)	(19,390)	(41,445)
$ 1,999,255	$ 2,074,560	$(75,305)	$ 1,705,578

Schedule 1

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Schedule of Operating Expenses
for the year ended March 31, 1983
(with comparative budget and prior year's figures)

	General	Specific
Maintenance:		
Salaries	$ 621,537	
Staff benefits	61,317	
Cleaning	370,145	
Fuel	195,582	
General	6,553	
Insurance	60,602	
Light and power	258,734	
Repairs	188,311	
Security services	138,132	
Telephone	63,999	
Water	32,292	
Transfer of expenses:		
Collegiate and Theology	(50,524)	
Ancillary Services	(150,962)	
Exhibit B	$1,795,718	
Student services:		
Athletics - salaries	$ 266,102	$11,230
- benefits	17,613	-
- expenses	70,263	-
- travel	100,991	-
Transfer of expenses to Collegiate	(18,797)	-
	436,172	11,230
Alumni	52,640	500
Awards office	32,239	-
Counselling	133,439	-
Health service	19,630	-
Student activities	7,776	-
Exhibit B	$ 681,896	$11,730

The accompanying notes are an integral part of the financial statements.

Total 1983	Budget 1983 (Note 1)	Budget Variance	Total 1982
$ 621,537	$ 641,600	$(20,063)	$ 535,552
61,317	60,100	1,217	52,253
370,145	372,000	(1,855)	358,238
195,582	225,000	(29,418)	197,696
6,553	8,500	(1,947)	7,370
60,602	34,000	26,602	42,332
258,734	267,000	(8,266)	256,979
188,311	186,129	2,182	190,396
138,132	141,500	(3,368)	118,613
63,999	63,600	399	53,014
32,292	33,500	(1,208)	28,985
(50,524)	(51,850)	1,326	(44,687)
(150,962)	(151,850)	888	(138,130)
$1,795,718	$1,829,229	$(33,511)	$1,658,611
$ 277,332	$ 275,530	$ 1,802	$ 220,737
17,613	17,900	(287)	13,722
70,263	64,746	5,517	74,099
100,991	103,700	(2,709)	75,875
(18,797)	(13,500)	(5,297)	(14,293)
447,402	448,376	(974)	370,140
53,140	51,800	1,340	36,030
32,239	39,900	(7,661)	31,416
133,439	131,100	2,339	117,950
19,630	18,000	1,630	10,557
7,776	7,500	276	10,972
$ 693,626	$ 696,676	$ (3,050)	$ 577,065

Schedule 2

THE UNIVERSITY OF WINNIPEG
Ancillary Services
Statement of Revenues and Expenses for the year ended March 31, 1983 (with comparative figures for 1982)

	Sales and Rentals	Expenses	Excess (deficiency) of Revenues over Expenses 1983	1982
Bookstore	$ 964,573	$ 932,556	$ 32,017	$ 27,567
Residences	113,682	128,125	(14,443)	(23,831)
Food services	157,535	149,978	7,557	3,223
Parking	41,981	46,052	(4,071)	(9,035)
	$1,277,771	$1,256,711		
Totals, Exhibit B			$ 21,060	$ (2,076)

Details of allocated charges included in Expenses

	Administrative	Maintenance	Total 1983	Total 1982
Bookstore	$ 9,018	$ 8,291	$ 17,309	$ 15,553
Residences		71,416	71,416	65,057
Food services		65,315	65,315	59,942
Parking		5,940	5,940	5,522
	$ 9,018	$150,962	$159,980	$146,074

The accompanying notes are an integral part of the financial statements.

Schedule 3

THE UNIVERSITY OF WINNIPEG
Summary of Investments (Notes 5, 8)
as at March 31, 1983

	Operating	Chair in Mennonite Studies Endowment	General Endowment	Retirement Plan
Bonds and debentures				
Government of Canada	$ 49,188	$646,719	$1,031,018	$ 4,471,894
Provincial	-	-	50,000	-
Provincial guaranteed	-	-	222,102	1,604,031
Municipal	-	-	64,775	-
Corporate	-	-	1,788,334	1,475,500
	49,188	646,719	3,156,229	7,551,425
Great-West Life Assurance Company pooled funds	-	-	-	393,237
Short-term	550,000	40,407	1,108,788	1,042,566
Mortgages	-	-	-	2,961,896
Stocks	-	-	19,000	862,495
Totals, Exhibit A	$599,188	$687,126	$4,284,017	$12,811,619

The accompanying notes are an integral part of the financial statements.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

VENTURE MANITOBA TOURS LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Venture Manitoba Tours Ltd. as at March 31, 1983 and the statements of operations and deficit and changes in financial position and the schedule of general and administrative expenses for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Venture Manitoba Tours Ltd. as at March 31, 1983 and the results of its operations and changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 29, 1983,
Winnipeg, Manitoba.

Exhibit A

VENTURE MANITOBA TOURS LTD.

Balance Sheet
as at March 31, 1983
(with 1982 figures for comparison)

	1983	1982
ASSETS		
Current assets:		
Cash	$ 30,797	$ 52,908
Funds on deposit with the Minister of Finance	-	210,450
Accounts receivable	101,655	72,122
Inventories (Note 2(a))	71,095	45,730
Prepaid expenses	15,322	17,248
Total current assets	218,869	398,458
Fixed assets (Note 2(b))	711,483	76,229
	$ 930,352	$ 474,687
LIABILITIES		
Current liabilities:		
Bank loan (Note 3)	$ 228,000	$ 16,000
Accounts payable and accrued charges	234,665	185,251
Advance deposits	29,574	41,889
Total current liabilities	492,239	243,140
SHAREHOLDER'S EQUITY		
Share capital:		
Authorized - 1,500,000 shares without par value to a maximum consideration of $1,500,000		
Issued and fully paid - 556,000 shares (Note 1)	556,000	556,000
Grant from the Province of Manitoba (Note 4)	257,910	-
Deficit, Exhibit B	(375,797)	(324,453)
	438,113	231,547
	$ 930,352	$ 474,687

The accompanying notes are an integral part of the financial statements.

Exhibit B

VENTURE MANITOBA TOURS LTD.

Statement of Operations and Deficit
for the year ended March 31, 1983
(with 1982 figures for comparison)

	Rooms	Food	Beverage	Gift Shop	Other	1983	1982
Sales and other income	$ 621,468	$ 610,173	$ 174,500	$ 62,281	$ 51,144	$ 1,519,566	$ 1,391,922
Cost of sales	-	203,950	48,887	37,780	-	290,617	258,667
Gross profit	621,468	406,223	125,613	24,501	51,144	1,228,949	1,133,255
Departmental expenses:							
Salaries and wages	157,818	320,502	32,326	-	-	510,646	365,413
Other	36,405	34,730	3,573	-	-	74,708	47,369
	194,223	355,232	35,899	-	-	585,354	412,782
Departmental income before the following	$ 427,245	$ 50,991	$ 89,714	$ 24,501	$ 51,144	643,595	720,473
General and administrative expenses, Schedule 1						694,939	527,056
(Loss) income for the year						(51,344)	193,417
Deficit, beginning of year						324,453	517,870
Deficit, end of year, Exhibit A						$ 375,797	$ 324,453

The accompanying notes are an integral part of the financial statements.

Exhibit C

VENTURE MANITOBA TOURS LTD.

Statement of Changes in Financial Position
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Sources of working capital:		
From operations:		
Net income for the year, Exhibit B	$ -	$ 193,417
Add: Items not affecting working capital:		
Depreciation	-	16,730
Loss on sale of fixed assets	-	1,013
	-	211,160
Grant from the Province of Manitoba (Note 4)	325,000	-
Proceeds from sale of fixed assets	5,250	1,800
	330,250	212,960
Application of working capital:		
To operations:		
Net loss for the year, Exhibit B	51,344	-
Add (deduct): Items not affecting working capital:		
Depreciation	(46,941)	-
Gain on sale of fixed assets	5,250	-
	9,653	-
Additions to fixed assets	682,195	46,684
Principal payment to the Province of Manitoba (Note 4)	67,090	-
	758,938	46,684
(Decrease) increase in working capital	(428,688)	166,276
Working capital (deficiency), beginning of year	155,318	(10,958)
Working capital (deficiency), end of year	$(273,370)	$ 155,318

The accompanying notes are an integral part of the financial statements.

Schedule 1

VENTURE MANITOBA TOURS LTD.

Schedule of General and Administrative Expenses
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Administration:		
Salaries, wages and benefits	$ 115,929	$ 76,933
Interest - Province of Manitoba (Note 4)	35,285	-
Insurance	27,453	24,769
Administrative services (Note 5)	24,039	66,139
Telephone	22,878	18,445
Transportation	22,023	13,867
Bank interest and service charges	19,786	2,889
Miscellaneous	13,578	8,897
Credit card discount	10,738	5,288
Legal, accounting and audit	10,635	7,928
Equipment rental	7,597	6,205
Directors' expenses	6,504	2,478
Printing and stationery	3,026	4,047
Bad debt expense	2,642	3,323
Postage	1,549	1,864
	323,662	243,072
Energy, depreciation and maintenance:		
Propane and hydro	124,022	112,875
Depreciation	46,941	16,730
Wages and benefits - maintenance staff	37,571	27,842
Maintenance services - Parks Branch	34,000	28,872
Repairs	14,256	7,502
Automobile	6,780	796
Miscellaneous	5,130	19,150
Equipment and parts	3,610	5,761
Air conditioning and refrigeratior	3,427	1,639
Furniture	2,215	1,156
	277,952	222,323
Recreation department:		
Salaries and benefits	42,842	26,791
Equipment and supplies	7,545	3,808
	50,387	30,599

The accompanying notes are an integral part of the financial statements.

Schedule 1

VENTURE MANITOBA TOURS LTD.

Schedule of General and Administrative Expenses
for the year ended March 31, 1983
(with 1982 figures for comparison)

	1983	1982
Sales promotion:		
Salaries and benefits - marketing staff	$ 19,507	$ 16,855
Advertising and promotion	12,227	6,864
Printing and stationery	5,618	2,915
Travel	2,580	1,829
Office accomodation	1,650	-
Miscellaneous	1,356	2,599
	42,938	31,062
Total general and administrative expenses, Exhibit B	$ 694,939	$ 527,056

The accompanying notes are an integral part of the financial statements.

VENTURE MANITOBA TOURS LTD.

Notes to the Financial Statements
March 31, 1983

1. **Status of the corporation and nature of its operations**

The Company is incorporated under the Manitoba Corporations Act. The issued share capital is owned by the Minister of Finance of the Province of Manitoba.

The Province of Manitoba owns the Gull Harbour Resort Hotel. The Company operates the hotel for its own account, without rental charge, under a lease agreement with the Province.

2. **Significant accounting policies**

(a) Inventories

Inventories are valued at the lower of cost, determined on the first-in-first-out method, and net realizable value.

(b) Fixed assets

The fixed assets shown on the balance sheet include all expenditures incurred for assets acquired by the Company, but do not include expenditures incurred by the Province of Manitoba. The fixed assets are recorded at cost less accumulated depreciation. Depreciation is calculated on a straight line basis at rates which will amortize the cost over the estimated useful life of the assets. The fixed assets shown on the balance sheet at March 31, 1983 are:

	1983			1982
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Building addition	$ 506,366	$ 10,011	$ 496,355	$ -
Furniture and fixtures	165,088	22,518	142,570	9,410
Leasehold improvements	65,310	28,751	36,559	37,655
Staff trailers	36,703	9,689	27,014	17,232
Automobiles	11,424	5,039	6,385	7,932
	784,891	76,008	708,883	72,229
Construction in progress	2,600	-	2,600	4,000
	$ 787,491	$ 76,008	$ 711,483	$ 76,229

(c) Items not reflected in the financial statements

The following items are not reflected in the financial statements:

i) Income taxes

The Company is a crown corporation of the Province of Manitoba. Therefore, it is not subject to income taxes.

ii) Realty taxes

The hotel is situated in the Hecla Provincial Park and is not subject to realty taxes.

iii) Administrative costs

Certain management and administrative services are provided by Provincial civil servants without charge to the Company.

3. Bank loan

The Province of Manitoba has guaranteed a line of credit for the Company to a maximum of $277,000.

4. Grant from the Province of Manitoba

The Company received a conditional grant of $325,000 from the Province of Manitoba. The conditions are that it is repayable by annual payments of $100,000 from operating profits beginning in the fiscal year ended March 31, 1983 and that the outstanding balance of the grant is subject to interest at 16% per annum.

5. Administrative services

Management and accounting services are provided by Community Hotels (1971) Limited under the terms of a management agreement which expires March 31, 1984. The agreement provides for payment of an annual performance bonus based on profits in excess of $70,000. No performance bonus was paid in 1983 (1982 - $48,178).

6. Restatement of accounts

Comparative figures for the year ended March 31, 1982 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1983.

7. Comparative figures

The accounts for the year ended March 31, 1982 were examined and reported on by another auditor.

MEYERS
NORRIS
PENNY & Co.

CHARTERED ACCOUNTANTS

160 - 14th Street
Brandon, Manitoba
Box 1270 — R7A 6A4
(204) 727-0661

PARTNERS:

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D.W.A. NORRIS, C.A.
D.H. PENNY, C.A.
R.D. BAKER, C.A.
J.R. MORROW, C.A.
P.E.W. SAWYER, C.A.
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P.S. ECKERSLEY, C.A.
J.D. STEWART, C.A.
G.A. HORNE JR., C.A.
D.L. RITCHIE, C.A.

22nd February 1983

The Members of the Board
The Whitemud Watershed Conservation
District, No. One
Neepawa, Manitoba

AUDITORS' REPORT

We have examined the balance sheet of The Whitemud Watershed Conservation District, No. One as at 31st December 1982 and the statements of revenue and expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the District as at 31st December 1982 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co

Chartered Accountants

BRANDON KILLARNEY NEEPAWA SOURIS VIRDEN WINNIPEG

STATEMENT 1

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

BALANCE SHEET AS AT 31ST DECEMBER 1982

	1982	1981
ASSETS		
CURRENT ASSETS		
Cash	72,830	49,612
Term deposits	40,000	50,000
Accounts receivable	74,900	67,521
Inventory of supplies	29,513	30,043
Prepaid expenses and accrued interest	2,024	2,077
	219,267	199,253
FIXED ASSETS - note 2	48,627	44,818
	267,894	244,071
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	80,000	68,280
Customer deposits	1,072	1,107
	81,072	69,387
SURPLUS		
WATERSHED PROGRAMS		
Sub-District Program - Statement 2	(3,402)	(5,969)
General Board Program - Statement 3	83,520	69,923
Equipment Program - Statement 4	37,342	43,786
Inventory Program - Statement 5	36,974	37,739
Rosedale Farm Program - Statement 6	2,388	(795)
Emergency Reserve	30,000	30,000
	186,822	174,684
	267,894	244,071

WHITEMUD WATERSHED
CONSERVATION DISTRICT NO. ONE
SURPLUS ACCOUNTS

STATEMENT 2

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - SUB-DISTRICT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	Willowbend Creek #35	Westbourne Drain #36	Squirrel Creek #37	Pine Creek #38
REVENUE				
Municipal levies	23,346	31,916	12,465	17,545
Province of Manitoba	103,794	82,617	35,124	77,308
Municipal grant				
	127,140	114,533	47,589	94,853
EXPENDITURES				
Crossing repair	6,574	4,964	3,056	11,291
Weed and bush control	16,549	8,893	5,764	8,544
Runway stabilization				
Channel maintenance	52,090	6,017	4,937	4,960
Channel construction	54,866	97,234	36,420	41,500
Culverts and structures				29,303
Miscellaneous				
	130,079	117,108	50,177	95,598
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,939)	(2,575)	(2,588)	(745)
BALANCE (AT DEFICIT) - BEGINNING OF YEAR	1,672	897	534	(1,252)
BALANCE (AT DEFICIT) - END OF YEAR	(1,267)	(1,678)	(2,054)	(1,997)

Central Whitemud #39	Upper Whitemud #40	Big Grass Marsh #42	Big Grass River #43	Total 1982	Total 1981
38,816	12,314	21,233	38,003	195,638	172,673
84,142	26,908	59,199	104,755	573,847	508,123
			2,000	2,000	
122,958	39,222	80,432	144,758	771,485	680,796
9,745	468	17,125	47,782	101,005	89,616
7,144	1,541	11,849	10,455	70,739	51,010
49,308	16,056			65,364	51,215
12,245	3,906	16,583	41,945	142,683	152,967
20,837	16,469	31,489	16,871	315,686	309,097
16,997			24,296	70,596	34,775
2,845				2,845	4,103
119,121	38,440	77,046	141,349	768,918	692,783
3,837	782	3,386	3,409	2,567	(11,987)
(797)	(84)	(3,719)	(3,220)	(5,969)	6,018
3,040	698	(333)	189	(3,402)	(5,969)

STATEMENT 3

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - GENERAL BOARD PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
REVENUE		
Municipal levies	9,902	9,902
Province of Manitoba	144,174	214,635
Direct charges	19,284	21,926
Interest earned	14,274	11,992
Individual contributions	13,452	26,474
Transfer from Equipment program	12,533	
	213,619	284,929
EXPENDITURES		
Administrative		
Watershed manager salary and expenses	35,001	30,198
Secretary-treasurer salary	6,531	6,875
Board members remuneration and expenses	12,704	11,469
Professional fees	3,072	3,890
Rent	2,100	2,100
Conservation District Authority of Manitoba - Note 3	1,803	5,617
Office supplies	4,840	3,720
Insurance	316	274
Depreciation	561	566
Public relations	350	618
Miscellaneous	622	1,693
Small tools purchases	1,627	236
	69,527	67,256
Specific Programs		
Forage crops	55,306	137,328
Shelter belts	21,657	23,131
Shelter belts spraying	11,783	11,641
Wild lands	10,518	11,011
Grassed waterways	2,754	2,212
Resource extension and public education	9,193	5,826
Conservation corridors		2,631
	111,211	193,780
Direct Expenses	19,284	21,926
	200,022	282,962
EXCESS OF REVENUE OVER EXPENDITURES	13,597	1,967
BALANCE - BEGINNING OF YEAR	69,923	67,956
BALANCE - END OF YEAR	83,520	69,923

MEYERS NORRIS PENNY & Co.

STATEMENT 4

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - EQUIPMENT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
REVENUE		
Rentals	40,827	40,017
EXPENDITURES		
Fuel and oil	7,404	7,248
Repairs and maintenance	17,672	7,093
Insurance and licences	587	501
Depreciation	7,792	8,173
Wages	1,283	264
Transfer to General Board program	12,533	
	47,271	23,279
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(6,444)	16,738
BALANCE - BEGINNING OF YEAR	43,786	27,048
BALANCE - END OF YEAR	37,342	43,786

STATEMENT 5

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF EARNINGS - INVENTORY PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
SALES	38,294	31,807
COST OF SALES		
Inventory - Beginning of year	26,884	26,217
Purchases	37,427	29,584
	64,311	55,801
Inventory - End of year	29,513	26,884
	34,798	28,917
GROSS PROFIT	3,496	2,890
EXPENDITURES		
Wages	1,163	720
Insurance	164	112
Yard maintenance	1,909	1,129
Depreciation	1,025	1,025
	4,261	2,986
NET LOSS	765	96
BALANCE - BEGINNING OF YEAR	37,739	37,835
BALANCE - END OF YEAR	36,974	37,739

STATEMENT 6

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - ROSEDALE FARM PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1982

	1982	1981
REVENUE	13,780	5,957
EXPENDITURES		
Inventory - Beginning of year	3,159	2,473
Fertilizer and renovating	4,380	711
Taxes		801
Miscellaneous	104	2,650
Harvesting	2,954	
	10,597	6,635
Inventory - End of year		3,159
	10,597	3,476
EXCESS OF REVENUE OVER EXPENDITURES	3,183	2,481
BALANCE AT DEFICIT - BEGINNING OF YEAR	795	3,276
BALANCE (AT DEFICIT) - END OF YEAR	2,388	(795)

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1982

NOTE 1 - ACCOUNTING POLICIES

Entity Definition

The Whitemud Watershed Conservation District, No. One was established by an Order-in-Council of the Province of Manitoba on the 22nd March 1972. The district receives funding from the Province of Manitoba and certain municipalities and is governed by a board of directors from the various municipalities involved in the conservation district.

Inventory

Inventory is valued at cost and determined on a first in first out basis.

Fixed Assets

Fixed assets are recorded at cost.

Depreciation

Depreciation is recorded on the straight line method at the following rates:

Building	5%
Fence	5%
Equipment	15%
Pump equipment	50%

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1982

NOTE 2 - FIXED ASSETS

The following is a summary of the fixed asset and accumulated depreciation accounts:

	Balance Beginning Of Year	Additions	Disposals	Balance End Of Year
FIXED ASSETS				
Land	1,835			1,835
Building	14,783			14,783
Fence	5,339			5,339
Equipment	57,657	13,286	100	70,843
Pump equipment	261			261
	79,875	13,286	100	93,061
ACCUMULATED DEPRECIATION				
Building	2,957	739		3,696
Fence	1,468	267		1,735
Equipment	30,392	8,350		38,742
Pump equipment	240	21		261
	35,057	9,377		44,434
NET BOOK VALUE	44,818			48,627

NOTE 3 - CONSERVATION DISTRICT AUTHORITY OF MANITOBA

These costs represent an allocation of certain administration expenses of the Conservation District Authority of Manitoba Winnipeg, Manitoba and are fully funded by the Province of Manitoba.

PROVINCE OF MANITOBA

WINNIPEG RACING LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Winnipeg Racing Ltd. as at December 31, 1982 and the statement of operations for the period then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Winnipeg Racing Ltd. as at December 31, 1982 and the results of its operations for the period then ended in accordance with generally accepted accounting principles.

W.K. Ziprick

W. K. Ziprick, C.A.,

Provincial Auditor.

March 30, 1983,

Winnipeg, Manitoba.

Exhibit A

WINNIPEG RACING LTD.

BALANCE SHEET
As at December 31, 1982

ASSETS

Current:		
Accounts receivable		
Due from Horse Racing Commission (Note 3)		$ 170,604
Due from Province of Manitoba		24,000
Other	$ 17,441	
Less: Allowance for bad debts	8,477	8,964
Total Assets		$ 203,568

LIABILITIES

Current:		
Bank overdraft - General	149,028	
- Horsemen's Account	9,945	$ 158,973
Accounts payable		23,265
Uncashed parimutuel tickets - estimated (Note 4)		7,273
Total Liabilities		$ 189,511

EQUITY

Capital Stock:
Authorized issue: Unlimited number of shares - class "A" voting
Unlimited number of shares - class "B" non-voting

Issued and fully paid - 100 class "A" shares	$ 100	
Accumulated earnings - Exhibit B	13,957	$ 14,057
Total Liabilities and Equity		$ 203,568

Exhibit B

WINNIPEG RACING LTD.

STATEMENT OF OPERATIONS
For the Period Ended December 31, 1982

Income:	
Parimutuel commission	$ 2,085,661
Purse supplement - Grant from Horse Racing Commission	579,480
	2,665,141
Less: Purses paid	1,598,836
	1,066,305
Admissions	379,257
Concessions	139,940
Other	168,976
	1,754,478
Expenses:	
Direct operating expenses - Schedule 1:	
Administration	211,708
Admissions	67,708
Advertising and promotion	83,301
Maintenance	224,806
Track	170,832
Security	113,330
Parimutuel services	422,874
Previous tickets cashed	44,158
Total	1,338,717
Expenses assumed by agreement with Receiver:	
Bank interest	219,133
Realty taxes	121,407
Receiver's fees	61,264
	1,740,521
Net Income	$ 13,957

Schedule 1

WINNIPEG RACING LTD.

SCHEDULE OF DIRECT OPERATING EXPENSES
For the Period Ended December 31, 1982

Administration:	
Salaries and benefits	$ 48,062
Bad debt expense	8,477
Legal and audit	19,613
Telephone	6,479
Utilities	39,857
Management fees	51,226
Other	37,994
	211,708
Admissions:	
Salaries and benefits	41,910
Amusement tax	21,703
Other	4,095
	67,708
Advertising and promotion:	
Salaries and benefits	3,347
Media and other	103,954
	107;301
Less: Province of Manitoba grant	24,000
	83,301
Maintenance:	
Salaries and benefits	124,750
Repairs	60,097
Other	39,959
	224,806
Track:	
Salaries and benefits	110,048
Horse Racing Commission - License fee	16,500
Other	44,284
	170,832
Security:	
Salaries and benefits	9,044
Protective services	91,138
Other	13,148
	113,330
Parimutuel services	422,874
Previous tickets cashed	44,158
Total	$ 1,338,717

WINNIPEG RACING LTD.

Notes to Financial Statements
December 31, 1982

1. Nature of the Corporation

Winnipeg Racing Ltd. was established in July 1982, subsequent to the former operator of Assiniboia Downs being placed in receivership, to provide for thoroughbred racing for the remainder of the 1982 season. The Corporation assumed the lease for $1.00 from the Receiver. Other obligations were assumed in order to operate the track for the remainder of the season.

2. Accounting Policy

The accounts are maintained in accordance with generally accepted accounting principles.

3. Purse Overpayment

Under an agreement with the Horsemen's Protective and Benefit Association - Manitoba Division, any purse overpayment will be recoverable from 1983/84 grants from Department of Economic Development and Tourism through the Horse Racing Commission.

4. Uncashed Parimutuel Tickets

As at December 31, 1982 it was estimated that no more than $7,273 of uncashed tickets would be presented for payment subsequent to December 31, 1982.

Peat, Marwick, Mitchell & Co.

Chartered Accountants

500-363 Broadway,
Winnipeg, Manitoba R3C 3N9
(204) 949-1594

AUDITORS' REPORT

To The Workers Compensation Board of Manitoba:

We have examined the balance sheet (being Exhibit 1) of The Workers Compensation Board of Manitoba as at December 31, 1982 and the accompanying financial statements (being Exhibits 2 to 6) for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Board at December 31, 1982 and the results of its operations for the year then ended in accordance with the accounting principles set out in the notes to the financial statements applied on a basis consistent with that of the preceding year.

The comparative figures for 1981 were reported on by another firm of Chartered Accountants.

Peat, Marwick, Mitchell & Co.
Chartered Accountants

Winnipeg, Canada
March 15, 1983

TURNBULL AND TURNBULL
CONSULTING ACTUARIES

1850 MAIN STREET
WINNIPEG, CANADA
R2V 3J4

TELEPHONE
AREA CODE 204
330-7843

THE WORKERS COMPENSATION BOARD, MANITOBA

ACTUARY'S REPORT

The present value of pension payments and lump-sum payments expected to be paid, in future, from the Pension Fund as a result of pensions that had been awarded on or before December 31st, 1982 has been computed to be equal to $102,016,800 as at December 31st, 1982. This present value has been computed by the Board's staff in accordance with methods and assumptions approved by us. We believe that the assumptions used for this valuation ensure that adequate allowance has been made for these payments. The methods employed are in accordance with sound actuarial principles. We have made such tests of the calculations as were deemed necessary.

In calculating this present value, no explicit provision has been made for potential future legislated amendments to the Workers Compensation Act. The rate of return used makes implicit provision for future increases in pensions, if the rate of inflation is greater than the rate allowed for in choosing the rate of return. The rate of return used assumes that inflation will occur at the rate of 3¼% per year, each year in the future. If inflation occurs at a rate which is higher than this rate, investment earnings will likely be greater than expected. These additional investment earnings will be available to finance increases in pensions in the future.

The methods and assumptions employed in this valuation are similar to those employed in the past. Further recognition has been given to actual experience in the choice of the assumptions used.

The value of the Pension Fund is shown to be $106,685,326 in the financial statements of the Workers Compensation Board prepared as at December 31st, 1982. This value exceeds the amount required to make adequate provision for future pension payments and lump-sum payments in respect of pensions awarded on or before December 31st, 1982. The amount of this excess is equal to $4,668,526 as at December 31st, 1982.

There is a liability for those pensions which are awarded subsequent to December 31st, 1982, but which are due to accidents that occurred on or before December 31st, 1982. We are informed that the amount of this liability, as at December 31st, 1982, was equal to $10,600,000 approximately. This amount is part of the Provision for the Undetermined Cost of Existing Claims. The value of each such pension is transferred to the Pension Fund if the pension is awarded.

This amount has also been computed by the Board's staff. We are informed that this computation has been made in accordance with methods and assumptions approved by us. This computation produced a reasonable result but has not been otherwise reviewed by us.

Respectfully submitted,

John A. Turnbull

John A. Turnbull
Fellow, Society of Actuaries
Fellow, Canadian Institute of Actuaries

Winnipeg, Manitoba.
March 15th, 1983.

The Workers Compensation
Board of Manitoba

EXHIBIT 1

Balance Sheet

December 31, 1982

(with comparative figures for 1981)

Assets

	1982	1981
Assessments receivable (Note 1)	$ 777,957	$ 1,780,011
Employees' and sundry accounts receivable	107,058	44,475
Recoverable from:		
The Government of Canada (Note 2)	193,181	219,615
The Government of the Province of Manitoba (Note 3)	150,000	235,000
Deferred cost of pension increases (Note 4)	16,478,504	21,100,335
Investment in securities as authorized by The Trustee Act, Manitoba, Exhibit 6 (Note 5)	164,742,274	158,736,322
Accrued interest on investments	3,237,833	3,091,704
Office building, land, and equipment at cost less accumulated depreciation (Note 6)	996,228	1,039,689
	$186,683,035	$186,247,151

Liabilities and Reserves

	1982	1981
Bank — outstanding cheques less bank balance	$ 2,052,775	$ 1,716,099
Payable to:		
The Government of the Province of Manitoba (Note 7)	165,900	300,000
Class funds, Exhibit 3	23,173,570	35,290,124
Provision for undetermined cost of existing claims (Note 8)	41,870,000	33,500,000
Pension fund, Exhibit 2 (Note 9)	106,685,326	109,356,360
Other reserve funds, Exhibit 2 (Note 10)		
Equalization fund	2,234,333	2,204,791
Second injury fund	5,784,933	692,579
Rehabilitation fund	2,820,825	1,472,401
Rehabilitation capital fund	1,895,373	1,714,797
	$186,683,035	$186,247,151

The accompanying notes are an integral part of these financial statements.

Statement of Pension Fund and Other Reserve Fund Operations

for the year ended December 31, 1982

(with comparative figures for 1981)

	Pension Fund	Equalization Fund	Second Injury Fund	Rehabilitation Fund	Rehabilitation Capital Fund	Total 1982	Total 1981
Balance, beginning of year	$109,356,360	$2,204,791	$ 692,579	$1,472,401	$1,714,797	$115,440,928	$ 97,072,573
Additions:							
Pension awards	7,350,831					7,350,831	6,628,109
Interest income	11,337,989	221,141	(138,170)	76.923	180,576	11,678,459	10,223,062
Actuarial evaluation adjustment (Note 9)			8,500,000	3,000,000		11,500,000	
Increase in pension awards provided under legislative changes (Note 4)							13,060,637
	18,688,820	221,141	8,361,830	3,076,923	180,576	30,529,290	29,911,808
Deductions:							
Benefits paid to claimants	9,859,854	113,564	947,288	1,728,499		12,649,205	10,038,409
Transfer to pension fund — awards		78,035	2,322,188			2,400,223	1,322,939
Actuarial evaluation adjustment (Note 9)	11,500,000					11,500,000	
Cost of pension increases charged to Equalization Fund (Note 4)							182,105
	21,359,854	191,599	3,269,476	1,728,499		26,549,428	11,543,453
Net change during year	(2,671,034)	29,542	5,092,354	1,348,424	180,576	3,979,862	18,368,355
Balance, end of year, Exhibit 1	$106,685,326	$2,234,333	$5,784,933	$2,820,825	$1,895,373	$119,420,790	$115,440,928

The accompanying notes are an integral part of these financial statements.

The Workers Compensation
Board of Manitoba

EXHIBIT 3

Statement of Class Fund Operations

for the year ended December 31, 1982

(with comparative figures for 1981)

	Class "A"	Class "C"	Class "D"	Class "E"	Class "G"	Total 1982	Total 1981
Balance, beginning of year	$ 151,529	$ 159,336	$ 140,463	$ 181,995	$34,656,801	$35,290,124	$36,880,456
Revenue:							
Assessments and other receipts	1,168,685	1,193,699	1,957,063	1,492,573	29,306,806	35,118,826	34,137,371
Interest income, net	(48,967)	(50,629)	(114,968)	(40,535)	6,266,220	6,011,121	6,450,022
	1,119,718	1,143,070	1,842,095	1,452,038	35,573,026	41,129,947	40,587,393
Expenditure:							
Compensation	535,941	639,278	484,194	390,995	25,158,026	27,208,434	19,680,974
Medical aid	142,332	169,183	262,713	374,600	8,309,358	9,258,186	6,339,298
Pension awards	286,838	95,192	605,896	289,097	4,305,585	5,582,608	5,868,168
Amortization of pension increases (Note 4)	152,137	156,535	253,684	117,364	3,942,111	4,621,831	5,185,990
Administration expenses and other charges, Exhibit 4	117,508	147,891	213,649	458,416	5,637,978	6,575,442	5,103,295
	1,234,756	1,208,079	1,820,136	1,630,472	47,353,058	53,246,501	42,177,725
Net change during year	(115,038)	(65,009)	21,959	(178,434)	(11,780,032)	(12,116,554)	(1,590,332)
Balance, end of year, Exhibit 1	$ 36,491	$ 94,327	$ 162,422	$ 3,561	$22,876,769	$23,173,570	$35,290,124

The accompanying notes are an integral part of these financial statements.

EXHIBIT 4

The Workers Compensation
Board of Manitoba

Administration Expenses and Other Charges

for the year ended December 31, 1982
(with comparative figures for 1981)

Administration Expenses

	1982	1981
Salaries	$3,618,205	$2,957,092
Staff superannuation plan and Canada Pension Plan	361,016	298,036
Postage	155,447	83,374
Office supplies and equipment purchases	153,450	104,004
Building operation	149,311	104,943
Printing and stationery	148,237	141,432
Insurance and taxes	134,777	96,649
Equipment rental and maintenance	116,534	82,199
Travel	91,748	67,965
Other employee benefits	87,259	70,912
Telephone and telegraph	77,467	37,321
Legal, audit, consulting and actuarial	61,845	51,569
Sundry	59,519	34,213
Manitoba Education and Health Tax	33,202	
Research grants	15,000	
Educational seminars	8,549	
	5,271,566	4,129,709
Annual amortization of building, land and equipment cost including interest thereon of $66,230 (1981 — $68,137)	109,691	109,691
TOTAL ADMINISTRATION EXPENSES	5,381,257	4,239,400

Other Charges (Note 7)

	1982	1981
Charges under The Workplace Safety and Health Act	1,324,500	1,200,000
Expenses of Worker Advisors under Section 91 of the Workers Compensation Act	331,800	
TOTAL OTHER CHARGES	1,656,300	1,200,000
	7,037,557	5,439,400
Less recoveries from:		
The Government of Canada for administering its employees' compensation program	382,010	230,059
The Government of the Province of Manitoba for administering The Criminal Injuries Compensation Act	80,105	106,046
TOTAL RECOVERIES	462,115	336,105
TOTAL CHARGED TO CLASSES, Exhibit 3	$6,575,442	$5,103,295

The accompanying notes are an integral part of these financial statements.

The Workers Compensation
Board of Manitoba

EXHIBIT 5

Statement of Receipts and Disbursements

for the year ended December 31, 1982

(with comparative figures for 1981)

Cash Receipts

	1982	1981
Assessments and penalties	$35,685,076	$33,751,805
Third party recoveries	435,804	333,297
Recovery of costs under:		
Government Employees Compensation Act (Canada), net	408,444	115,832
The Criminal Injuries Compensation Act (Manitoba)	80,105	106,046
Government of the Province of Manitoba (Note 3)	85,000	85,000
Interest on investments and deposits	17,651,084	16,481,910
TOTAL RECEIPTS	54,345,513	50,873,890

Cash Disbursements

Compensation	21,666,434	16,784,974
Medical aid	7,062,186	5,598,298
Pensions	9,859,854	8,788,618
Equalization fund	113,564	145,182
Second injury fund	947,288	687,926
Rehabilitation fund	1,728,499	416,683
Total benefits paid	41,377,825	32,421,681
Adminstration expenses, Exhibit 4	5,271,566	4,129,709
Employees' and sundry accounts, net	62,583	20,815
Government of the Province of Manitoba (Note 7)	1,790,400	1,127,500
TOTAL DISBURSEMENTS	48,502,374	37,699,705
Excess of receipts over disbursements	5,843,139	13,174,185
Add: Net decrease in cash position	336,676	666,521
Funds invested, net	$ 6,179,815	$13,840,706

The accompanying notes are an integral part of these financial statements.

EXHIBIT 6

The Workers Compensation
Board of Manitoba

Summary of Investments

as at December 31, 1982

(with comparative figures for 1981)

Bonds and debentures issued by, or guaranteed by, the following:	1982 Par Value	1982 Book Value	1981 Book Value
Canada	$ 14,000,000	$ 13,799,879	$ 13,772,935
Province of Alberta	250,000	249,382	249,279
Province of British Columbia	1,035,000	1,030,152	1,228,775
Province of Manitoba	75,748,000	75,064,206	70,928,125
Province of Newfoundland	150,000	150,000	177,000
Province of Nova Scotia			149,821
Province of Ontario	1,450,000	1,441,405	1,440,310
Province of Quebec	3,917,000	3,885,941	4,002,618
Province of Saskatchewan	250,000	137,976	132,075
Municipal Corporations	5,560,000	5,534,691	5,863,731
School Districts and Divisions	82,000	81,860	170,609
Hospitals	9,497,667	9,488,352	6,814,466
Corporations	8,474,000	7,431,556	7,220,407
	$120,413,667	118,295,400	112,150,151
Mortgages, National Housing Act (Canada)		29,506,403	26,313,361
Deposits with the Minister of Finance		21,985,471	24,947,810
TOTAL INVESTMENTS		169,787,274	163,411,322
Less allowance for adjustment on investment transactions (Note 5)		5,045,000	4,675,000
INVESTMENTS, Exhibit 1		$164,742,274	$158,736,322

The accompanying notes are an integral part of these financial statements.

The Workers Compensation
Board of Manitoba

Notes to Financial Statements

Year Ended December 31, 1982

1. **Assessments receivable consist of the following accounts:**

	1982	1981
Assessments billed and outstanding	$ 352,957	$ 255,011
Add: Estimated additional assessments receivable on adjusted payrolls	500,000	1,600,000
	852,957	1,855,011
Less: Allowance for doubtful accounts	75,000	75,000
Assessments receivable, December 31	$ 777,957	$1,780,011

2. The $193,181 recoverable from the Government of Canada represents the balance receivable under the Government Employees Compensation Act (Canada). Under that Act accident claims of employees of the Government of Canada, usually employed in Manitoba, are administered by the Workers Compensation Board.

3. The $150,000 recoverable from the Government of the Province of Manitoba represents the balance outstanding of a contribution from the Consolidated Fund under legislation enacted in 1972. The contribution is being received from the Province at the rate of $85,000 per year.

4. Amendments to the Workers Compensation Act have provided for increases in pension benefits with the cost of these increased benefits to be recovered from the general body of employers and self assurers over a seven year period from the effective date of the amendment. Details of the costs of these amendments are as follows:

	1981 Amendments	1979 Amendments	1975 & 1976 Amendments	Total
Cost of benefit increases	$13,060,637	$10,577,550	$12,514,850	$36,153,037
Less: Charged to special funds	182,105	365,728	126,694	674,527
Balance — chargeable to class funds	12,878,532	10,211,822	12,388,156	35,478,510
Recoveries, 1975 to 1981 inclusive	1,434,917	3,429,393	9,513,865	14,378,175
	11,443,615	6,782,429	2,874,291	21,100,335
Recoveries, 1982	1,351,744	1,313,742	1,956,345	4,621,831
Balance, December 31, 1982	$10,091,871	$ 5,468,687	$ 917,946	$16,478,504

5. Investments are recorded at cost at the time of acquisition. Discounts or premiums are amortized on a straight-line basis over the term of the investment.

The allowance for adjustment on investment transactions as shown in Exhibit 6 does not reflect a valuation of the investments but is maintained as a trading reserve.

Investment income is allocated to class funds, the pension fund and other reserve funds in accordance with the average monthly balance in each fund.

6. The office building, land, and equipment are valued at cost less accumulated amortization as provided for under subsection 15 of section 78 of the Workers Compensation Act, as follows:

	Cost	Amortization	Net
1953 Building	$ 317,357	$ 301,607	$ 15,750
1967 Addition	379,082	161,500	217,582
1972 Addition	875,859	112,963	762,896
	$1,572,298	$ 576,070	$ 996,228

7. Under the provisions of The Workplace Safety and Health Act, the Province may pay the expenses incurred in the administration of that Act out of the Consolidated Fund and may recover such portion as may be determined from the accident fund under the Workers Compensation Act. For 1982, the amount recoverable under this provision was $1,324,500 (1981 — $1,200,000).

   Also, under the provisions of section 91 of the Workers Compensation Act, the Province may pay the costs incurred in respect to the work of Worker Advisors and may recover them from the accident fund. For 1982, the amount recoverable under this provision was $331,800.

   The $165,900 shown in Exhibit 1, as payable to the Government of the Province of Manitoba, is the outstanding balance of the above amount as at December 31, 1982.

8. The provision for the undetermined cost of existing claims represents the estimated amount required to meet the future cost of claims relating to 1982 and prior years. This provision is adjusted annually in accordance with a review of the accident cost experience of recent years. An actuarial review of the adequacy of this provision will be made in 1983.

   The $8,370,000 increase in this provision for 1982 over 1981 has been included in the charges for compensation, medical aid, and pension awards in Exhibit 3.

9. An actuarial review of the pension fund liability, completed early in 1983, disclosed an actuarial surplus in the fund of approximately $16.2 million. As a result of this actuarial surplus, in December 1982, $8.5 million was transferred from the pension fund to the second injury fund and $3.0 million was transferred from the pension fund to the rehabilitation fund.

   The balance of $106,685,326 in the pension fund is considered adequate to meet the future liabilities of this fund in accordance with the actuary's certificate which forms part of this Report.

10. Other reserve funds:

    (a) Equalization fund — this fund is provided to meet losses arising from any disaster or other extraordinary circumstances.

    (b) Second injury fund — this fund is provided to meet that part of the cost of claims of workers suffering enhanced disabilities due to pre-existing conditions or disabilities. In 1982, $8,500,000 was transferred to this fund from the pension fund as explained in Note 9 above.

    (c) Rehabilitation fund — this fund is provided to meet the cost of vocational training and other rehabilitation measures. In 1982, $3,000,000 was transferred to this fund from the pension fund as explained in Note 9 above.

    For 1982 and prior years, rehabilitation costs have been charged to this fund. Effective January 1, 1983, rehabilitation costs relating to accidents which occurred in 1982 and prior years will continue to be charged against the rehabilitation fund, and rehabilitation costs relating to accidents which occur in 1983 will be charged to class funds (employers).

    (d) Rehabilitation capital fund — this fund is provided to meet the cost of future rehabilitation facilities. The Board is continuing its study of the physical rehabilitation services available, and required, for the injured worker in Manitoba.